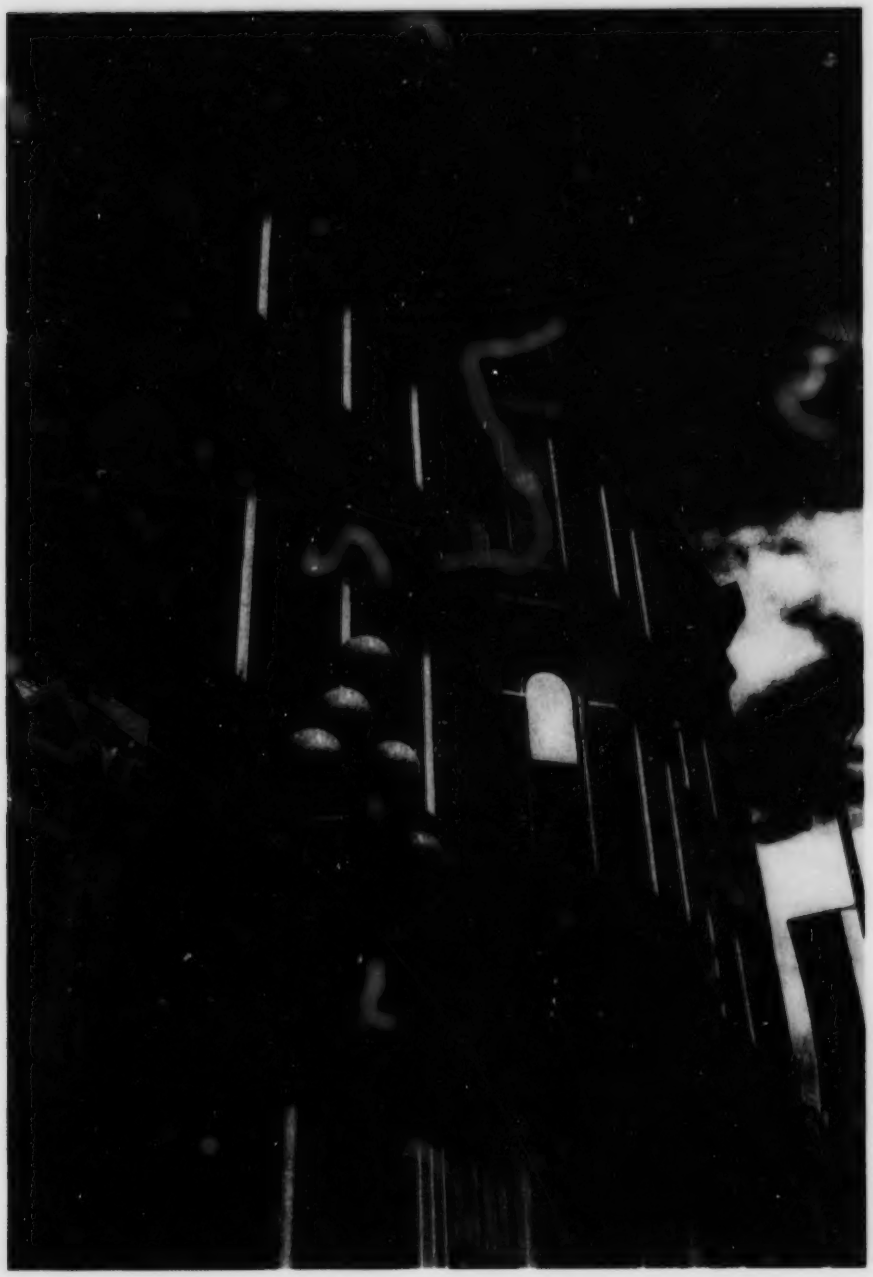
THE CORPORATION OF THE CITY OF VICTORIA

ANNUAL REPORT



For the Year Ending December 31, 1999

100-06260/

CONTENTS

MISCELLANEOUS INFORMATION

Members of Council 1
Municipal Officers 1
Mayors of Victoria 2
Council Appointments 3-4
Taxable Assessments 5
Tax Rates 6
Distribution of Property Tax Dollars 7
Taxes Levied/Collected – Last Ten Years 8-9
Principal Taxpayers & Percentage of Total Taxes 10
Source and Distribution of 1999 Funds 11-14
Debenture Principal Outstanding 15
Grants – General Revenue Fund 16-18
Construction Permits – Last Ten Years 19
Miscellaneous Statistics 20

FINANCIAL STATEMENTS

Corporation of the City of Victoria 21-69
Greater Victoria Public Library Board 71-85
GVLRA – CUPE Long Term Disability Trust 87-95

CITY COUNCIL

2000	1999
Mayor Alan Lowe	Mayor Bob Cross
Councillor Rob Fleming	Councillor Chris Coleman
Councillor Bea Holland	Councillor Bob Friedland
Councillor Helen Hughes	Councillor Bea Holland
Councillor Jane Lunt	Councillor Helen Hughes
Councillor Pamela Madcff	Councillor Jane Lunt
Councillor David McLean	Councillor Pamela Madoff
Councillor Denise Savoie	Councillor David McLean
Councillor Art Vanden Berg	Councillor J. Geoffrey Young

MUNICIPAL OFFICIALS

City Manager	Donald W. Roughley, P. Eng.
Director of Corporate Services	Mark H. Johnston, B.A., M.P.A.
Director of Engineering & Parks	Patrick O'Reilly, P. Eng.
Director of Planning & Development/ City Solicitor	John R. Basey, Q.C., B.A. L.L.B., M.B.A
Director of Community Services	Donna Atkinson, B.A.
Director of Victoria Conference Centre	David Titterton
Director of Human Resources	Ron Dennis, B. Sc., CRSP, CHRP
Fire Chief	Frank Thoresen
Chief Constable	Paul Battershill

POLICE BOARD

2000	1999
Mayor Alan Lowe	Mayor Bob Cross
Jim Hartshorne	Jim Hartshorne
Eric Simmons	Eric Simmons
Don Gunn	Don Gunn
Tyna Mason	Alan Lowe
Jannit Rabinovitch	Tyna Mason
Maureen Meikle	Jannit Rabinovitch

Municipal Auditors	K.P.M.G.
Municipal Bankers	Canadian Imperial Bank of Commerce

MAYORS OF VICTORIA

1862 to 1865	Thomas Harris
1866	Lumley Franklin
1867	William J. Macdonald
1868 to 1870	James Trimble
1871	A. Rocke Robertson
1872	Richard Lewis
1873	James E. McMillan
1874	William Dalby
1875 to 1876	J.S. Drummond
1877	M.W.T. Drake
1878	Roderick Finlayson
1879 to 1881	J.H. Turner
1882	Noah Shakespeare
1883; 1897 to 1899	Charles E. Redfern
1884	Joseph W. Carey
1885	R.P. Rithet
1886 to 1887	James Fell
1888 to 1891	John Grant
1892 to 1893; 1896	Robert Beaven
1894 to 1895	John Teague
1900 to 1902	Charles Hayward
1903	A.G. McCandless
1904 to 1905	Harry Barnard
1906 to 1907; 1910 to 1911; 1913	A.J. Morley
1908 to 1909	Lewis Hall
1912	J.L. Beckwith
1914 to 1916	Alexander Stewart
1917 to 1918	A.E. Todd
1919 to 1921	R.J. Porter
1922	William Marchant
1923 to 1924	Reginald Hayward
1925 to 1928	J. Carl Pendray
1929 to 1931	Herbert Anscomb
1932 to 1936	David Leeming
1937 to 1944	Andrew McGavin
1945 to 1951	Percy E. George
1952 to 1956	Claude L. Harrison
1957 to 1961	Percy B. Scurrah
1962 to 1965	Richard Biggerstaff Wilson
1966	Alfred Walter Toone
1967 to 1969	Hugh R. Stephen
1970 to 1971	J. Courtney Haddock
1972 to 1975; 1982 to 1985	G. Peter A. Pollen
1976 to 1979	Michael D.W. Young
1980 to 1981	William D. Tindall
1986 to 1990	Gretchen Brewin
1911 to 1993	David Turner
1994 to 1999	Bob Cross
1999 to	Alan Lowe

COUNCIL APPOINTMENTS
2000

STATUTORY COMMITTEES & BOARDS

Board of Cemetery Trustees	Bea Holland		
Capital Regional District	Mayor Alan Lowe	Alt:	David McLean
	Jane Lunt		Bea Holland
	Denise Savoie		Art Vanden Berg
Capital Regional Water Supply Commission	Rob Fleming	Alt:	Bea Holland
(replaces: Greater Victoria Water District)	Jane Lunt		
	Art Vanden Berg		
Greater Victoria Intermunicipal Committee	Bea Holland		
	Pamela Madoff		
Family Court	Helen Hughes		
Greater Victoria Public Library	David McLean		
Greater Victoria Labour Relations Association	Mayor Alan Lowe		
	David McLean		
Royal/McPherson Theatres Society	Bea Holland		
Provincial Capital Commission	Rob Fleming		
	Art Vanden Berg		
Regional Transit Board	Mayor Alan Lowe		
	Rob Fleming		
Victoria Civic Heritage Trust	Pamela Madoff		
Victoria Heritage Foundation	Pamela Madoff		
Victoria Parks & Recreation Foundation	Denise Savoie		
Victoria Police Board	Mayor Alan Lowe		
Victoria Conference Centre Board	Mayor Alan Lowe	Alt:	David McLean

COMMUNITY COMMITTEES

Business Improvement Association	Helen Hughes	Alt:	David McLean
Greater Victoria Economic Dev Commission	Mayor Alan Lowe	Alt:	David McLean
Tourism Victoria	David McLean		
St. Ann's Academy Advisory Committee	Pamela Madoff		
Greater Victoria Airport Authority	Art Vanden Berg		

NEIGHBOURHOOD LIAISON

Downtown	Helen Hughes
Harris Green	Helen Hughes
Vic West	Denise Savoie
Burnside/Gorge	Denise Savoie
Fernwood	Rob Fleming
Oaklands	Pamela Madoff
South Jubilee	Pamela Madoff
North Jubilee	Pamela Madoff
Fairfield	David McLean
Gonzales	Jane Lunt
Rockland	Jane Lunt
James Bay	Bea Holland
North Park	Art Vanden Berg
Blanshard	Art Vanden Berg

ADVISORY COMMITTEES OF COUNCIL

Advisory Planning Commission	Pamela Madoff		
Victoria Advisory Design Panel	Jane Lunt		
Downtown Advisory Committee	Helen Hughes	Alt:	Art Vanden Berg
Environment Advisory Committee	Art Vanden Berg		
Heritage Advisory Committee	Pamela Madoff		
Honorary Citizens Committee	Helen Hughes		
Parks and Recreation Commission	Denise Savoie		
Public Art Advisory Committee	Pamela Madoff		
Advisory Transportation Committee	Jane Lunt	Alt:	Denise Savoie
Social Planning and Housing Committee	Rob Fleming		
Victoria Athletic Commission	David McLean		

STANDING COMMITTEES

Finance Standing Committee	David McLean
	Rob Fleming
	Bea Holland
Personnel Standing Committee	David McLean
	Rob Fleming
	Bea Holland

Taxable Assessments

1998

Property Class	General	Hospital	School
Residential	$4,908,249,310	$4,908,249,310	$4,908,249,310
Utilities	$10,092,805	$50,992,805	$79,180,142
Industrial - Light	$24,442,100	$24,442,100	$24,442,100
Business	$2,054,942,203	$2,054,942,203	$2,058,536,603
Seasonal	$12,475,401	$12,475,401	$12,475,401
	$7,010,201,819	$7,051,101,819	$7,082,883,556

1999

Property Class	General	Hospital	School
Residential	$4,914,016,699	$4,914,016,699	$4,914,016,699
Utilities	$7,365,840	$48,367,840	$76,318,352
Industrial - Light	$24,255,700	$24,255,700	$24,255,700
Business	$1,946,555,435	$1,946,555,435	$1,948,027,335
Seasonal	$9,804,101	$9,804,101	$9,804,101
	$6,901,997,775	$6,942,999,775	$6,972,422,187

Tax Rates
Dollars Per $1000 Of Taxable Assessment

1998

Property Class	Municipal	Regional District	Hospital District	Assessment Authority	Finance Authority	School Residential	School Non - Residential	B.C. Transit Authority	Total
Residential	4.7997	0.4917	0.2841	0.1202	0.0003	3.3881		0.1167	9.20080
Utilities	29.398	3.0115	0.9942	0.5782	0.0005		15.0000	0.6302	49.61260
Industrial - Light	12.4263	1.2729	0.9658	0.3762	0.0006		9.9000	0.6302	25.57200
Business	12.4263	1.2729	0.696	0.363	0.0002		9.9000	0.6302	25.28860
Seasonal	7.3915	0.7572	0.2841	0.1406	0.0002		4.5000	0.1167	13.19030

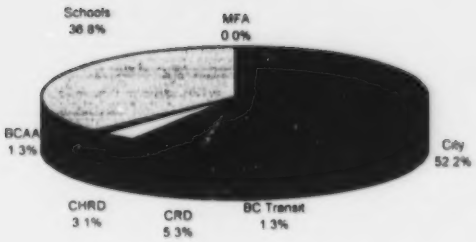
1999

Property Class	Municipal	Regional District	Hospital District	Assessment Authority	Finance Authority	School Residential	School Non - Residential	B.C. Transit Authority	Total
Residential	5.0093	0.5515	0.262	0.1247	0.0003	3.472		0.1197	9.53950
Utilities	34.088	3.7533	0.917	0.5936	0.0006		15.0000	0.6464	54.99890
Industrial - Light	13.0592	1.4379	0.8908	0.3753	0.0006		9.9000	0.6464	26.31020
Business	13.6352	1.5013	0.6419	0.3604	0.0002		9.9000	0.6464	26.68540
Seasonal	9.3658	1.0312	0.262	0.1409	0.0002		4.5000	0.1197	15.41980

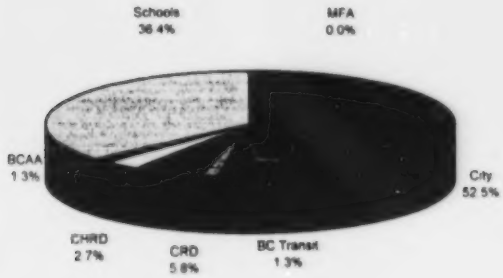
WHERE YOUR PROPERTY TAX DOLLAR IS GOING

RESIDENTIAL PROPERTY CLASS

1998

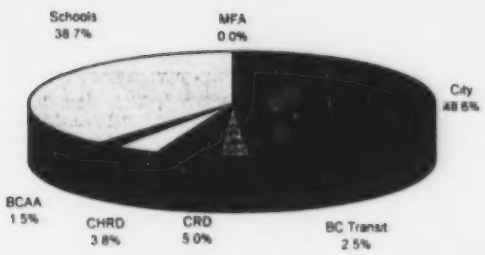


1999

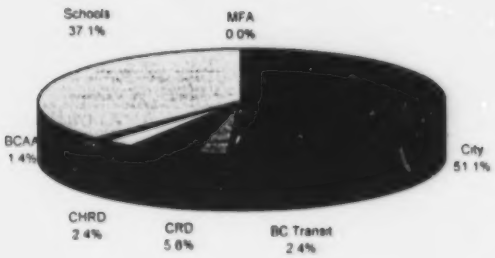


BUSINESS PROPERTY CLASS

1998



1999



Taxes Levied - Last Ten Years

Year	General And Debt	Hospital District	Regional District	Assessment Authority	Finance Authority	School District	B.C. Transit Authority	Frontage Taxes	Tax Penalties	Total Taxes
1990	36,798,932	2,923,350	4,013,411	899,949	4,758	30,557,303		576,669	595,897	76,370,269
1991	40,596,378	2,937,688	4,446,906	1,039,819	2,635	30,887,331		915,920	571,016	81,397,693
1992	41,328,987	2,962,278	4,808,395	1,273,773	2,701	32,336,603		1,027,071	468,712	84,208,520
1993	42,050,308	2,983,740	5,062,344	1,330,405	2,674	34,611,729		1,227,338	451,698	87,720,236
1994	44,377,279	2,888,543	5,171,064	1,331,717	2,493	35,123,329	1,706,525	1,321,758	468,026	92,390,734
1995	45,453,118	2,405,524	5,063,285	1,351,103	2,244	36,105,507	1,730,813	1,377,782	452,200	93,941,576
1996	48,414,923	1,929,700	5,648,561	1,327,582	2,231	36,280,991	1,838,430	1,493,567	449,827	97,385,812
1997	49,128,956	2,844,824	4,741,773	1,364,215	2,585	37,270,958	1,914,392	1,491,074	421,832	99,180,609
1998	49,863,512	2,902,258	5,100,006	1,376,354	1,927	38,494,971	1,916,816	1,555,784	499,490	101,711,118
1999	51,894,546	2,605,414	5,705,304	1,353,521	1,909	37,775,962	1,894,588	1,602,761	466,558	103,300,563

Tax Collection - Last Ten Years

	Total Current Taxes Levied	Current Taxes Paid	Percentage	Arrears Outstanding At Beginning Of Year	Arrears Collected	Percentage	Total Tax Collections
1990	76,370,269	73,067,531	95.68%	3,054,002	2,728,922	89.36%	75,796,453
1991	81,397,693	78,072,172	95.91%	3,916,408	2,109,763	53.87%	80,181,935
1992	84,208,520	81,283,477	96.53%	5,132,166	3,810,794	74.25%	85,094,271
1993	87,720,236	84,909,623	96.80%	4,246,415	2,924,360	68.87%	87,833,983
1994	92,390,734	89,726,003	97.12%	4,132,668	3,551,802	85.94%	93,277,805
1995	93,941,576	91,336,017	97.23%	3,245,597	2,220,597	68.42%	93,556,614
1996	97,385,812	94,511,212	97.05%	3,630,559	2,603,396	71.71%	97,114,608
1997	99,180,609	96,706,273	97.51%	3,901,763	2,895,982	74.22%	99,602,255
1998	101,711,118	99,040,723	97.37%	3,480,117	2,833,308	81.41%	101,874,031
1999	103,300,563	100,572,932	97.36%	3,317,204	2,340,368	70.55%	102,913,301

Municipal Taxes vs Taxes Transferred to Other Governments
Millions
120.0
100.0
80.0
60.0
40.0
20.0
0.0
75.2
79.9
82.7
86.0
90.6
92.1
95.4
97.3
99.7
101.2
36.8
40.6
41.3
42.1
44.4
45.5
48.4
49.1
49.9
51.9
1990
1991
1992
1993
1994
1995
1996
1997
1998
1999
Municipal Taxes
Transfer to Other Governments
Total Taxes Collected

PRINCIPAL TAXPAYERS AND PERCENTAGE OF TOTAL TAXES

1999

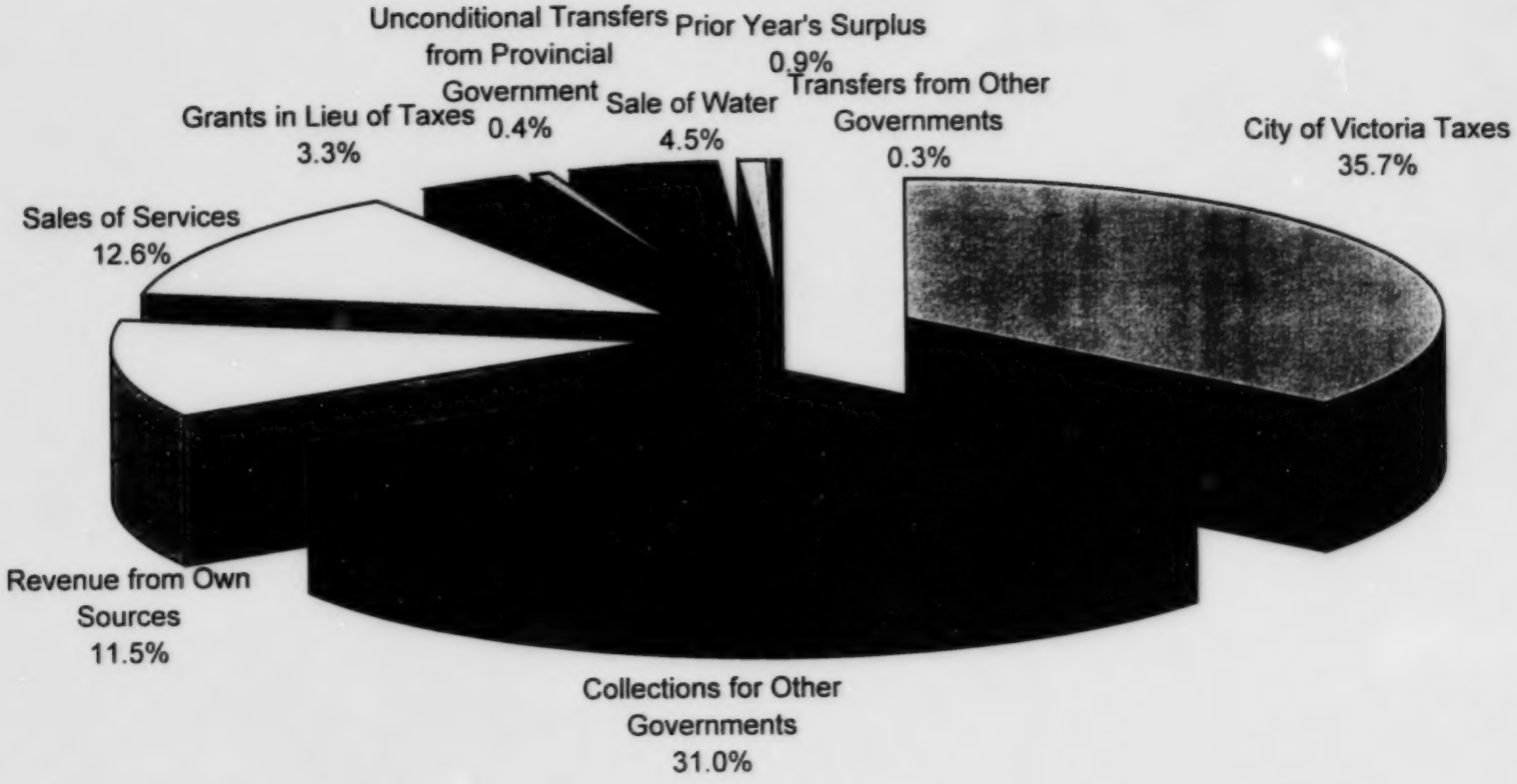
Cambridge Shopping Centres Limited	$2,374,500.09	2.31%
Bentall Properties Ltd./Sears Canada Inc.	$2,177,653.12	2.12%
527701 British Columbia Ltd.	$1,682,590.59	1.64%
Canadian Pacific Hotel Corporation	$1,431,770.79	1.39%
B. C. Telephone Company	$1,059,564.53	1.03%
Columbus Real Estate	$613,257.19	0.60%
Pacific Sun Hotel Inc.	$575,380.48	0.56%
Grampian Holdings Ltd.	$568,663.82	0.55%
Daishinpan (Canada) Inc	$559,065.05	0.54%
Canada Permanent Trust Company	$548,446.89	0.53%
Canadian Imperial Bank of Commerce	$490,609.20	0.48%
Sussex Place Equities Ltd.	$468,804.82	0.46%
Gill Am Intestments Ltd.	$461,394.58	0.45%
B.C. Hydro & Power Authority	$435,367.38	0.42%
Paul's Restaurants Ltd.	$396,718.48	0.39%
Jawl Holdings Ltd.	$389,111.43	0.38%
Urban Transit Authority of BC	$383,511.25	0.37%
International Travel Inns Ltd.	$340,632.61	0.33%
Raamco International Properties	$333,202.34	0.32%
Daishipan Co Ltd.	$327,090.53	0.32%
Park Pacific Apartments Ltd.	$324,691.86	0.32%
Ruth Singer Investments Ltd.	$314,933.04	0.31%
Wilson Kool Limited	$297,400.90	0.29%
Executive House Ltd.	$296,700.96	0.29%
Island Farms Dairies Co-operative	$292,998.18	0.29%
Okabe North America Inc	$288,479.07	0.28%
Meister Urban	$273,071.46	0.27%
Congdon Construction (1986) Ltd	$271,007.78	0.26%
Royal Island Holdings Ltd.	$270,440.90	0.26%
Provincial Rental Housing Corp	$269,197.37	0.26%
Associated Building Credits Ltd.	$266,094.58	0.26%
Canada Safeway Limited	$262,606.50	0.26%
Hudson's Bay Company Properties	$255,605.33	0.25%
Sekotac Canada Inc	$250,974.16	0.24%
Royal Trust Corporation of Canada	$245,829.17	0.24%
The Royal Trust Company	$237,898.56	0.23%
Centra Gas B.C. Ltd.	$237,598.45	0.23%
Amon Investments Ltd.	$235,951.59	0.23%
Michael Williams	$235,274.45	0.23%
Sandman Hotels Management Inc.	$234,855.73	0.23%
Downtown Development (Ontario) Ltd.	$230,122.32	0.22%
Market Square Investments Ltd.	$229,019.12	0.22%
Seneca Holdings Ltd.	$227,590.19	0.22%
309571 B.C. Ltd.	$224,560.64	0.22%
Wottrich Holdings Ltd.	$224,132.61	0.22%
Saratoga Investments Limited	$217,186.76	0.21%
569508 B.C. Ltd.	$216,443.36	0.21%
Sophie Investments Inc.	$213,723.31	0.21%
Yates Street Properties Ltd.	$207,908.97	0.20%
Jawl Holdings Ltd.	$204,063.23	0.20%
	$23,173,695.72	22.55%

SOURCE AND DISTRIBUTION OF 1999 FUNDS

REVENUE

City Of Victoria Taxes		$56,888,486	35.7%
Collections For Other Governments & Their Agencies		49,336,698	31.0%
Other Revenue From Own Sources			
Licences And Permits	$3,733,268		
Fines	2,899,228		
Interest And Penalties	1,904,712		
Other	9,731,214	18,268,422	11.5%
Sales Of Services			
Conference Centre	6,234,639		
Recreation	2,691,478		
Parking	6,016,917		
Other	5,090,943	20,033,977	12.6%
Grants In Lieu of Taxes		5,207,897	3.3%
Unconditional Transfers From Provincial Government		574,358	0.4%
Sale Of Water		7,100,736	4.5%
Prior Year's Surplus		1,392,069	0.9%
Conditional Transfers From Other Governments		490,665	0.3%
		$159,293,308	100.0%

1999 REVENUE

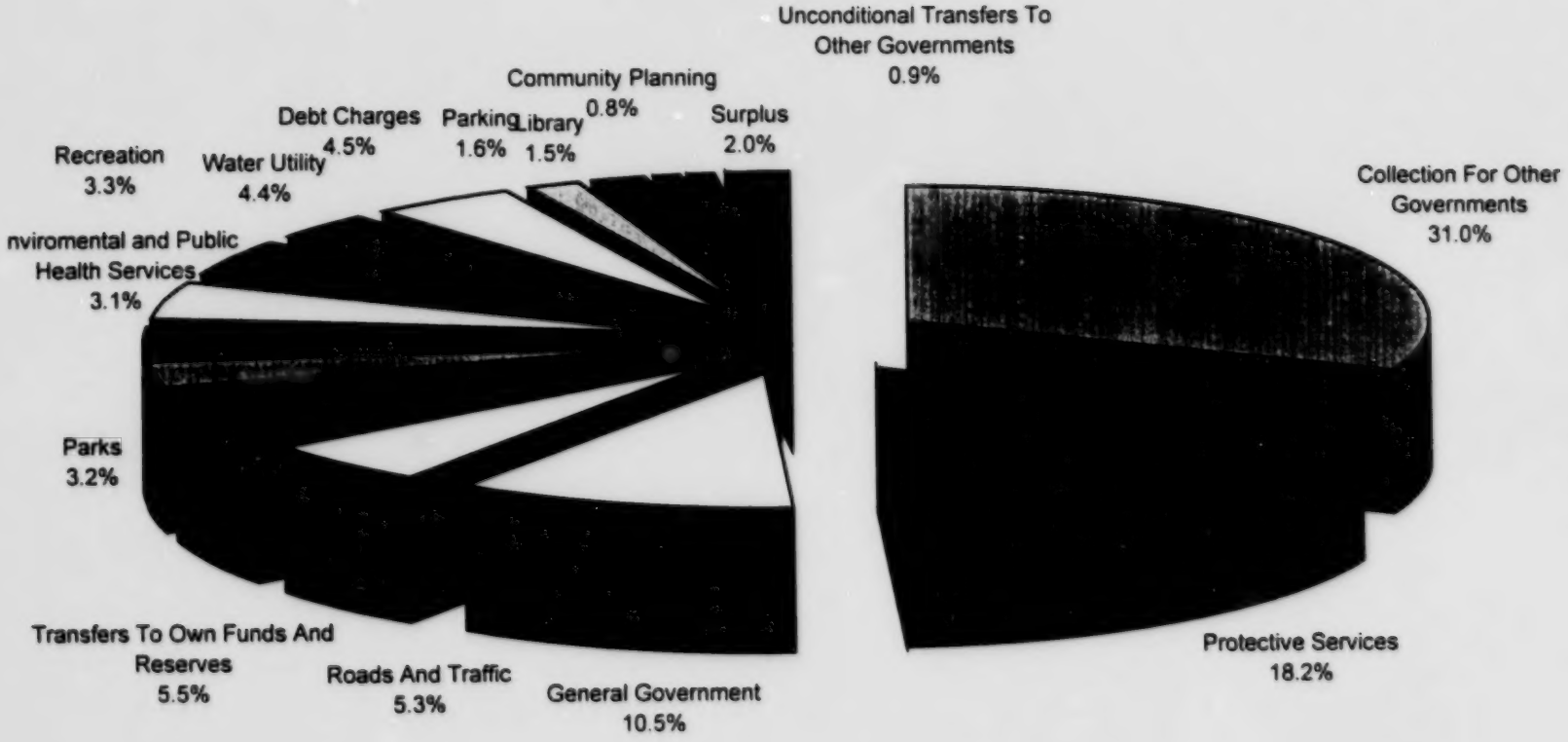


SOURCE AND DISTRIBUTION OF 1999 FUNDS

EXPENDITURES

Collection For Other Governments And Their Agencies			
Schools - Provincial	$37,775,962		
Capital Regional District	5,705,304		
Capital Regional Hospital District	2,605,414		
B.C. Transit Assessment Authority	1,894,588		
B.C. Assessment Authority	1,353,521		
B.C. Municipal Finance Authority	1,909		
		$49,336,698	31.0%
Protective Services			
Police	19,450,619		
Fire	8,173,659		
Other	1,439,874	29,064,152	18.2%
General Government		16,762,228	10.5%
Roads And Traffic		8,375,422	5.3%
Transfers To Own Funds And Reserves		8,758,930	5.5%
Parks		5,063,078	3.2%
Recreation		5,255,799	3.3%
Water Utility		7,034,118	4.4%
Conference Centre		6,691,738	4.2%
Enviromental and Public Health Services		4,932,566	3.1%
Debt Charges		7,107,421	4.5%
Parking		2,602,745	1.6%
Library		2,402,375	1.5%
Community Planning		1,279,889	0.8%
Unconditional Transfers To Other Governments		1,403,920	0.9%
Surplus		3,222,228	2.0%
		$159,293,308	100.0%

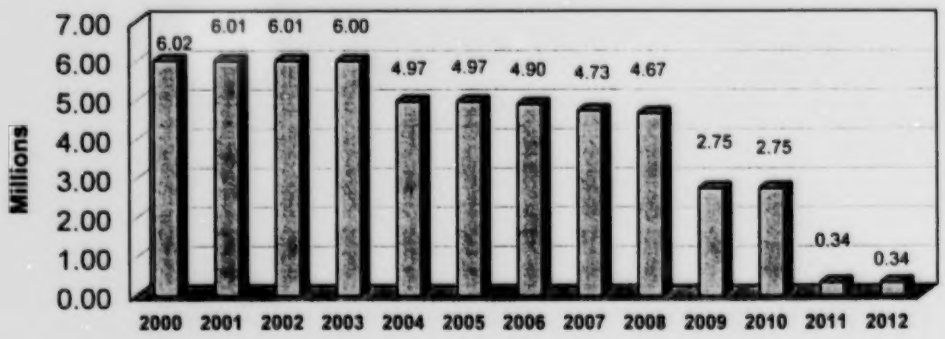
1999 EXPENDITURES



Debenture Principal Outstanding
December 31,1999

By Law Number	Interest	Purpose	Maturity Date		Amount
83-19	12.35%	**Capital Budget #3**	June 15,2003		3,300,353
		South Coast Storm Drains			
91-34	10.07%	First Borrowing	May 8,2006	$730,289	
92-114	8.30%	Second Borrowing	January 12,2008	1,027,176	
93-130	8.00%	Third Borrowing	November 18,2008	1,369,567	
					3,127,031
		Downtown Revitalization			
90-23	9.00%	First Borrowing	March 18,2006	202,924	
92-28	6.00%	Second Borrowing	June 30,2008	140,064	
					342,989
		Capital Budget #4			
		Police Station			
93-130	8.00%	First Borrowing	November 18,2008	4,793,486	
95-58	8.00%	Second Borrowing	December 1,2010	8,002,590	
97-35	5.85%	Third Borrowing	November 5, 2012	565,624	
		Shoreline Protection			
93-130	8.00%	First Borrowing	November 18,2008	1,027,176	
95-58	8.00%	Second Borrowing	December 1,2010	2,000,647	
97-35	5.85%	Third Borrowing	November 5, 2012	1,945,746	
		Roads			
93-130	8.00%	First Borrowing	November 18,2008	$1,027,176	
95-58	8.00%	Second Borrowing	December 1,2010	$2,080,673	
95-58	8.00%	Fire Station	December 1,2010	$1,200,388	
					22,643,506
		1992 Sewer and Storm Drains Projects			
93-130	8.00%	First Borrowing	November 18,2008	1,369,567	
95-58	8.00%	Second Borrowing	December 1,2010	2,000,647	
97-35	5.85%	Third Borrowing	November 5, 2012	398,199	
					3,768,413
					$33,182,292

DEBENTURE-PRINCIPAL AND INTEREST



GENERAL REVENUE FUND GRANTS

Year Ended December 31

	1999	1998
Art Gallery of Greater Victoria	$ 62,432	$ 58,870
BC Festival of the Arts	17,600	
BC Muslum Association	747	
Belfry Theatre	41,947	16,418
Boys' and Girls' Clubs of Greater Victoria	10,000	10,000
Burnside Elementary		1,500
Burnside Gorge Community Assoc Yth Outreach	10,000	10,000
Canadian Flag Association	500	
CineVic Society of Independent Filmmakers		1,564
Community Arts Council	3,512	3,127
Community Assoc. Network/Fairfield Community	1,150	1,150
Community Economic Dev Corp	15,000	
Community Social Planning Council	12,337	12,233
Community Social Planning Council-**CRUNCH**	10,000	10,000
Concentus Corvinus	780	391
DanceWorks		1,173
Downtown Blanshard Advisoy Committee	7,800	7,800
Downtown Victoria Association		25,000
Drug & Alcohol Rehabilitation Society	2,000	
Ensemble Theatre Company	585	
Federation of Cdn Municipalities-NHPOT	2,284	
George Jay Elementary	500	1,500
Greater Victoria Bike to Work Society	1,000	500
Greater Victoria Child & Youth Advocacy Society		5,000
Greater Victoria Economic Development	40,000	50,000
Greater Victoria Festival Society-A/R owing		10,000
Greater Victoria Film Commission	40,000	
Greater Victoria Youth Orchestra	1,756	1,544
Heritage Society of B.C.	5,000	
Hulitan Social Services Society		1,800
Humanities 101	1,000	
Independent Film & Video Festival	780	
Integrated Recreation	23,443	22,541
Intercultural Association of Greater Victoria	15,000	13,000
Intermunicipal Committee (Arts)	47,001	38,217
Intrepid Theatre	5,073	7,632
James Bay Community Project	10,000	10,000
Jumping Over Barriers Society		2,500
Kaleidoscope Theatre	3,902	19,907
Kidco Theatre Dance Society		391
Kiwanis Club	12,000	
Literary Arts Festival	2,712	2,717

Margaret Jenkins		1,500
Maritime Museum of BC Society	20,000	20,000
McPherson Theatre		300,000
Mcpherson Theatre Operating Grant		238,071
NEED - Victoria Crisis Line	11,794	11,689
Oaklands Elementary		1,500
Open Space Gallery	6,438	6,196
Pacific Opera Victoria	36,288	17,278
Pacifica Housing Advisory Association		500
Palm Court Orchestra	683	567
Performing Arts Festival Society	390	391
Quadra Elementary		1,500
Queen Alexandra Foundation for Children	500	
Rogue Art Society	1,756	1,935
Royal Victoria Marathon Society	1,000	3,000
Saanich, Capital City & Esquimalt Volunteer Services		391
Society of St. Vincent de Paul		50,000
South Park School Adult Crossing Guards		1,500
St. John Ambulance	2,209	2,087
Story Theatre Company	4,878	5,355
Street Volunteers, The	800	
Suddenly Dance Theatre	2,127	1,153
Theatre Inconnu	4,487	4,065
Theatre SKAM Association		391
Tourism DMC	2,009,710	1,825,509
Tourism Victoria	60,000	60,000
United Nations Association in Canada	500	
Vancouver Island Earth Works Society		500
Vancouver Island Railway Society	1,500	
Victoria A.M. Association	17,000	500
Victoria Business Improvement	585,460	549,546
Victoria Business Improvement Ass		10,000
Victoria Car Share Co-Op	4,000	
Victoria Civic Heritage Trust	177,500	177,500
Victoria College of Art	1,171	1,134
Victoria Compost Education Centre	15,000	15,000
Victoria Confederation of Parent Advisory Counc	10,500	
Victoria Conservatory of Music	14,157	72,294
Victoria Dance Series	976	
Victoria Foundation - Millennium Registry	5,000	
Victoria Heritage Foundation	80,100	80,100
Victoria International Bike Race Society		1,000
Victoria Jazz Society	7,024	5,805
Victoria Marine Rescue-Rescue Boat	5,000	
Victoria Operatic Society	2,395	195
Victoria Police Historical Society	500	
Victoria School of Writing	234	328
Victoria Summer Music Festival Society		586

Victoria Symphony Society	50,336	50,309
Victoria Volunteer Bureau	8,388	8,277
Victoria West School Community Association		1,500
Victoria Wheelchair Sports Club		258
Victoria Youth Choirs	583	391
Victoria Youth Empowerment Society	25,000	25,000
Victoria/ Esquimalt Working Harbour Assoc.		500
West Bay Residents' Association		586
Xchanges Gallery	1,093	977
YM/YWCA	4,000	2,000
GRAND TOTAL	**3,588,317**	**3,905,339**

CONSTRUCTION PERMITS - LAST TEN YEARS

YEAR	QUANITY	VALUE
1990	4506	138,654,438
1991	3955	74,400,973
1992	4355	113,214,020
1993	4053	110,792,281
1994	4182	111,822,397
1995	3647	121,181,916
1996	3048	109,814,499
1997	3062	83,900,000
1998	2705	71,796,031
1999	2948	178,303,449

MISCELLANEOUS STATISTICS

Date of Incorporation:	August 2, 1862
Population (latest census):	75,283
Voters List - Electors:	48,900
Land Area:	2,335 hectares
Length of Roadways:	257.83 km.
Length of Sanitary Sewers and Storm Drains:	479 km.
Water Distribution System:	
Length	304 km.
Number of hydrants	1,385
Number of services	18,650
Fire Protection:	
Number of uniformed employees	107
Number of civilian employees	4
Number of stations	3
Number of responses in 1999	2,850
Dollar value of losses	1,066,050
Inspections performed	8,363
Police Protection:	
Number of uniformed employees	183
Number of civilian employees	65
Number of crimes in 1999	34,632
Parks:	
Number of parks, playlots, etc.	123
Land area	258 hectares

THE CORPORATION OF THE CITY OF VICTORIA

AUDITED

FINANCIAL STATEMENTS

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Audited Financial Statements

Year ended December 31, 1999

		Page
AUDITORS' REPORT		25
STATEMENTS		
Consolidated		
A	Balance Sheet	26
B	Statement of Revenue and Expenditure	27
General Revenue Fund		
C	Balance Sheet	28-29
D	Statement of Surplus	30
E	Statement of Revenue and Expenditure	31
General Capital Fund		
F	Balance Sheet	32
G	Statement of Equity in Capital Assets	33
H	Statement of Source and Application of Funds	34
Reserve Funds		
I	Balance Sheet	35
J	Statement of Changes in Fund Balances	36
Trust Funds		
K	Balance Sheet	37
L	Statement of Changes in Fund Balances	38
Water Distribution Revenue Fund		
M	Balance Sheet	39
N	Statement of Revenue and Expenditure	40
Water Distribution Capital Fund		
O	Balance Sheet	41
P	Statement of Equity in Capital Assets	42
Q	Statement of Source and Application of Funds	43
Sewer Enterprise Revenue Fund		
R	Balance Sheet	44
S	Statement of Revenue and Expenditure	45
Sewer Enterprise Capital Fund		
T	Balance Sheet	46
U	Statement of Equity in Capital Assets	47
V	Statement of Source and Application of Funds	48
NOTES TO FINANCIAL STATEMENTS		49-53

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Audited Financial Statements

Year ended December 31, 1999

	Page
SCHEDULES	
General Revenue Fund	
Balance Sheet	
1 Property Taxes Receivable	54
Revenue	
2 Taxes	55
3 Grants in Lieu of Taxes	56
4 Sales of Services	57
5 Other Revenue from Own Sources	58
6 Conditional Transfers from Other Governments	59
7 Miscellaneous Revenue	60
8 Taxes Levied and Transmitted on Behalf of Other Governments	60
Expenditure	
9 Executive and Administrative	61
10 Protective Services	62
11 Engineering and Parks	63
12 Recreation and Cultural Services	64
13 Debt Charges	65
14 Transfers to Own Reserve Accounts and Other Funds	65
General Capital Fund	
Balance Sheet	
15 Engineering Structures, Buildings, Machinery And Equipment, and Land	66
16 Work in Progress	67
17 Debenture Debt	67
Statement of Source and Application of Funds	
18 Expenditure for Fixed Assets	68
Water Distribution Revenue Fund	
Statement of Revenue and Expenditure	
19 Distribution Operation and Maintenance	69
20 Transfer to Water Distribution Capital Fund For Capital Expenditure Out of Revenue	69

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Telefax (250) 480-3539
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AUDITORS' REPORT TO THE MAYOR AND COUNCILLORS OF THE CORPORATION OF THE CITY OF VICTORIA BRITISH COLUMBIA

We have audited the balance sheets of the Consolidated Funds, General Revenue Fund, General Capital Fund, Reserve Funds, Trust Funds, Water Distribution Revenue Fund, Water Distribution Capital Fund, Sewer Enterprise Revenue Fund and Sewer Enterprise Capital Fund of The Corporation of the City of Victoria as at December 31, 1999 and the related statements of revenue and expenditure, surplus, equity in capital assets, source and application of funds and changes in fund balances for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at December 31, 1999 and the results of its operations and its cash flows for the year then ended in accordance with accounting principles as described in note 1 to the financial statements. As required by the British Columbia Municipal Act, we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

KPMG LLP

Chartered Accountants

Victoria, Canada

March 10, 2000

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

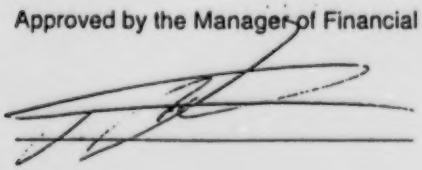
CONSOLIDATED BALANCE SHEET **STATEMENT A**

December 31, 1999, with comparative figures for 1998

	1999	1998
Assets		
Cash	$ 1,993,082	$ 1,930,399
Investments	36,464,317	37,157,529
Property taxes receivable	3,704,467	3,317,204
Accounts receivable	5,662,402	5,118,549
Materials and supplies	893,674	840,001
Property acquired for taxes	170,795	800,830
Capital assets	302,079,920	291,012,557
Other assets	4,282,476	4,789,286
Trust funds	386,224	381,882
	$ 355,637,357	$ 345,348,237
Liabilities		
Accounts payable	$ 8,486,187	$ 8,014,316
Other liabilities	5,901,311	7,215,643
Debenture debt	33,182,909	36,430,248
Trust funds	386,224	381,882
	47,956,631	52,042,089
Equity		
Reserves	36,668,639	35,412,033
Equity in capital assets	267,789,859	256,502,042
Surplus	3,222,228	1,392,073
	307,680,726	293,306,148
Contingency (note 7)		
	$ 355,637,357	$ 345,348,237

See accompanying notes to financial statements.

Approved by the Manager of Financial Services:



THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

CONSOLIDATED STATEMENT OF REVENUE AND EXPENDITURE **STATEMENT B**

Year ended December 31, 1999, with comparative figures for 1998

	1999	1998
Revenue:		
Taxes	$ 59,176,891	$ 57,023,214
Grants in lieu of taxes	5,207,897	5,236,082
Sales of services	20,033,977	19,174,261
Other revenue from own sources	8,964,241	7,858,311
Sale of water	7,100,736	6,946,425
Unconditional transfers from Provincial Government	574,358	2,404,890
Conditional transfers from other governments	490,665	546,925
Miscellaneous	9,304,181	9,523,383
Taxes levied on behalf of other governments	47,048,293	47,366,253
	157,901,239	156,079,744
Surplus appropriated from previous year	1,392,069	2,566,141
	159,293,308	158,645,885
Expenditure:		
General government	16,762,227	18,107,280
Protective services	29,064,152	29,131,027
Engineering and Parks	20,973,811	22,034,973
Water utility	7,034,118	7,242,022
Community planning	1,279,889	1,333,841
Recreation and cultural services	14,349,914	13,648,669
Debt charges	7,107,421	7,367,631
Transfers to own reserve accounts and other funds	8,758,930	7,156,783
Conditional transfer to Capital Regional District	2,288,405	2,426,079
Unconditional transfers to other governments	1,403,920	1,439,255
Transmission of taxes levied for other governments	47,048,293	47,366,253
	156,071,080	157,253,812
Surplus for the year	$ 3,222,228	$ 1,392,073

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund
BALANCE SHEET

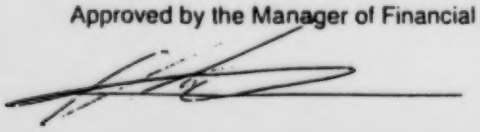
December 31, 1999, with comparative figures for 1998

	1999	1998
Assets		
Investments	$ 24,171,698	$ 25,135,409
Receivables:		
Property taxes (Schedule 1)	3,704,467	3,317,204
Federal Government	524,856	62,806
Provincial Government	294,675	608,445
Regional and other local governments	126,505	475,171
Own funds:		
General Capital	1,492,349	-
Sewer Enterprise Revenue	487,266	543,838
Other (net of doubtful accounts 1999 - $315,829, 1998 - $180,247)	2,106,443	1,401,615
	8,736,561	6,409,079
Materials and supplies	673,313	644,918
Property acquired for taxes:		
Deeded to municipality, at cost	76,992	76,992
Subject to redemption	93,803	723,838
	170,795	800,830
Other assets:		
Deferred charges	748,493	785,095
Municipal Finance Authority Debt Reserve Fund deposits (note 2)	3,378,415	3,727,277
	4,126,908	4,512,372
	$ 37,879,275	$ 37,502,608

	1999	1998
Liabilities, Reserves and Surplus		
Payables:		
Federal Government	$ 505,026	$ 569,199
Provincial Government	1,481,465	1,586,103
Regional and other local governments	2,171,572	1,913,123
Own funds:		
General Capital	-	1,017,304
Reserve	12,024,793	10,465,180
Trust	295,261	281,894
Water Distribution Revenue	198,787	115,109
Water Distribution Capital	120,867	127,945
Sewer Enterprise Capital	264,330	774,484
Trade accounts and accrued liabilities	4,328,124	3,945,891
	21,390,225	20,796,232
Other liabilities:		
Prepaid property taxes	476,554	358,882
Deferred revenue	397,263	737,037
Sundry	1,493,511	2,115,533
Municipal Finance Authority Debt Reserve Fund deposits:		
Cash deposits	960,671	1,022,064
Demand notes (note 2)	2,417,744	2,705,213
	5,745,743	6,938,729
Reserves:		
Future operating expenditure	481,512	1,379,683
Debt reduction	840,386	414,000
Sick leave payout	474,671	381,781
Economic development	36,224	-
Casino gaming revenue share	179,197	-
Insurance	2,550,000	2,550,000
Uncollected taxes	3,039,094	3,039,094
Property acquired for taxes	76,992	76,992
Firefighter retirements	157,747	133,268
Innovation	148,651	134,651
Early Retirement Program (note 5)	274,927	811,468
	8,259,401	8,920,937
Surplus	2,483,906	846,710
	$ 37,879,275	$ 37,502,608

See accompanying notes to financial statements.

Approved by the Manager of Financial Services:



THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

STATEMENT OF SURPLUS **STATEMENT D**

Year ended December 31, 1999, with comparative figures for 1998

	1999	1998
Balance, beginning of year	$ 846,710	$ 1,906,687
Deduct surplus appropriated for current year	846,710	1,906,687
	-	-
Add surplus for the year	2,483,906	846,710
Balance, end of year	$ 2,483,906	$ 846,710

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

STATEMENT OF REVENUE AND EXPENDITURE **STATEMENT E**

Year ended December 31, 1999, with comparative figures for 1998

	1999	1998
Revenue:		
Taxes (Schedule 2)	$ 58,704,305	$ 56,598,646
Grants in lieu of taxes (Schedule 3)	5,207,897	5,236,082
Sales of services (Schedule 4)	17,735,134	17,328,751
Other revenue from own sources (Schedule 5)	8,964,241	7,858,311
Unconditional transfers from Provincial Government	574,358	2,404,890
Conditional transfers from other governments (Schedule 6)	490,665	546,925
Miscellaneous (Schedule 7)	9,274,367	9,425,647
Taxes levied on behalf of other governments (Schedule 8)	47,048,293	47,366,253
	147,999,260	146,765,505
Surplus appropriated from previous year	846,706	1,906,687
	148,845,966	148,672,192
Expenditure:		
Executive and administrative (Schedule 9)	13,143,610	14,171,641
Grants	3,618,617	3,935,639
Protective services (Schedule 10)	29,064,152	29,131,027
Engineering and Parks (Schedule 11)	19,180,109	20,350,559
Community planning	1,279,889	1,333,841
Recreation and cultural services (Schedule 12)	14,349,914	13,648,669
Debt charges (Schedule 13)	6,788,788	6,988,752
Transfers to own reserve accounts and other funds (Schedule 14)	10,484,768	9,459,847
Unconditional transfers to other governments	1,403,920	1,439,255
Transmission of taxes levied on behalf of other governments (Schedule 8)	47,048,293	47,366,253
	146,362,060	147,825,482
Surplus for the year	$ 2,483,906	$ 846,710

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Capital Fund

BALANCE SHEET **STATEMENT F**

December 31, 1999, with comparative figures for 1998

	1999	1998
Assets		
Fixed assets:		
Engineering structures, buildings, machinery and equipment, and land (Schedule 15)	$ 250,356,406	$ 240,826,211
Work in progress (Schedule 16)	3,516,847	3,162,704
	$ 253,873,253	$ 243,988,915
Liabilities and Equity in Capital Assets		
Payable to General Revenue Fund	$ 1,492,349	$ (1,017,304)
Debenture debt (Schedule 17)	31,783,159	34,908,087
Equity in capital assets	220,597,745	210,098,132
	$ 253,873,253	$ 243,988,915

See accompanying notes to financial statements.

Approved by the Manager of Financial Services:

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Capital Fund

STATEMENT OF EQUITY IN CAPITAL ASSETS **STATEMENT G**

Year ended December 31, 1999, with comparative figures for 1998

	1999	1998
Balance, beginning of year	$ 210,098,132	$ 197,901,957
Add:		
Capital expenditures:		
Funded from General Revenue Fund	2,424,919	2,027,907
Funded from grants	2,192,708	160,271
Funded from Reserve Funds	7,544,255	6,994,648
Debentures:		
Retirement	2,613,493	2,549,348
Actuarial adjustments	511,435	389,376
Dockside Development Project receipts	231,336	233,432
Southcoast Storm Drains receipts	1,359	7,627
Capital Budget # 4 receipts	14,479	178,228
1992 Sewer and Storm Drain Program receipts	2,256	3,100
Royal Theatre expenditures (Victoria share)	-	127,676
	225,634,372	210,573,570
Deduct:		
Capital project surpluses transferred to reserve	2,387,115	-
Cost of land sold - proceeds transferred to Tax Sale Lands Reserve Fund	51	1,464
Cost of machinery and equipment sold	220,000	402,100
Cost of Royal Theatre transferred to the Capital Regional District (note 6)	2,107,692	-
Unspent appropriation re-credited to General Revenue Fund	321,769	71,874
	5,036,627	475,438
Balance, end of year	$ 220,597,745	$ 210,098,132

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Capital Fund

STATEMENT OF SOURCE AND APPLICATION OF FUNDS **STATEMENT H**

Year ended December 31, 1999, with comparative figures for 1998

	1999	1998
Source of funds:		
Transfers from other funds for acquisition of assets:		
General Revenue Fund	$ 2,424,919	$ 2,027,907
Reserve Funds	7,544,256	6,994,648
Sale of capital assets	919,469	1,460,837
1999 Capital grants	2,192,708	160,271
Dockside Development Project receipts	231,336	233,432
Southcoast Storm Drains receipts	1,359	7,627
1992 Sewer and Storm Program receipts	2,256	3,100
Capital Budget # 4 receipts	14,479	178,228
Royal Theatre expenditures (Victoria share)	-	127,676
	13,330,782	11,193,726
Application of funds:		
Expenditure for fixed assets (Schedule 18)	12,212,082	13,500,198
Transfers to:		
General Revenue Fund	358,786	127,939
Tax Sale Lands Reserve Fund	882,451	1,404,771
Machinery and Equipment Replacement Fund	2,387,115	-
	15,840,434	15,032,908
Decrease in unexpended funds	(2,509,652)	(3,839,182)
Over expended funds, beginning of year	1,017,304	4,856,486
Over expended (unexpended) funds, end of year	$ (1,492,348)	$ 1,017,304

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

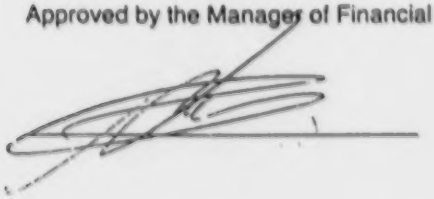
Reserve Funds
BALANCE SHEET **STATEMENT I**

December 31, 1999, with comparative figures for 1998

	1999	1998
Assets		
Cash	$ 2,288,343	$ 2,212,293
Investments	12,292,619	12,022,120
Receivables:		
General Revenue Fund	12,024,793	10,465,180
Future local improvement levies	18,717	21,504
Investment interest	14,766	-
	12,058,276	10,486,684
	$ 26,639,238	$ 24,721,097
Fund Balances (Statement J)		
Leisure Services	$ 679,320	$ 658,758
Machinery and Equipment Replacement	19,312,646	18,598,831
Offstreet Parking	1,335,326	1,287,528
Tax Sale Lands	4,376,860	3,383,745
Local Improvement	669,090	640,756
Development Cost Charges	265,996	151,479
	$ 26,639,238	$ 24,721,097

See accompanying notes to financial statements.

Approved by the Manager of Financial Services:



THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Reserve Funds

STATEMENT OF CHANGES IN FUND BALANCES

STATEMENT J

Year ended December 31, 1999

		Leisure Services	Machinery and Equipment Replacement	Offstreet Parking	Tax Sale Lands	Local Improvement	Development Cost Charges	1999 Total	1998 Total
Balance, beginning of year	$	658,758	18,598,831	1,287,528	3,383,745	640,756	151,479	24,721,097	27,508,914
Add:									
Investment income		38,676	763,508	66,962	154,826	23,397	7,219	1,054,588	1,610,841
Transfers from:									
General Revenue Fund		-	2,366,274	-	-	4,937	-	2,371,211	2,835,634
General Capital Fund		-	2,387,115	-	797,450	-	-	3,184,565	208,505
Sewer Enterprise Capital Fund		-	716,161	-	-	-	-	716,161	-
Ticket tax received		54,256	-	-	-	-	-	54,256	47,282
Development Cost Charges received		-	-	-	-	-	107,298	107,298	62,488
Proceeds from sale of capital assets		-	-	-	85,000	-	-	85,000	1,196,266
Other receipts		-	67,319	-	1,822,000	-	-	1,889,319	22,627
		751,690	24,899,208	1,354,490	6,243,021	669,090	265,996	34,183,495	33,492,557
Deduct:									
Transfers to:									
General Capital Fund		72,370	5,586,561	19,164	1,866,161	-	-	7,544,256	6,994,648
General Revenue Fund		-	-	-	-	-	-	-	1,776,812
		72,370	5,586,561	19,164	1,866,161	-	-	7,544,256	8,771,460
Balance, end of year	$	679,320	19,312,647	1,335,326	4,376,860	669,090	265,996	26,639,239	24,721,097

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Trust Funds

BALANCE SHEET **STATEMENT K**

December 31, 1999, with comparative figures for 1998

	1999	1998
Assets		
Cash	$ 109,003	$ 109,003
Investments	210,229	210,229
Receivable from General Revenue Fund	295,261	281,894
Receivable - miscellaneous	1,425	-
	$ 615,918	$ 601,126
Fund Balances		
Ross Bay Cemetery Grass Plots Maintenance	$ 386,224	$ 381,882
Nature Interpretation Centre	229,694	219,244
	$ 615,918	$ 601,126

See accompanying notes to financial statements.

Approved by the Manager of Financial Services:

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Trust Funds

STATEMENT OF CHANGES IN FUND BALANCES **STATEMENT L**

Year ended December 31, 1999, with comparative figures for 1998

	1999	1998
Balances, beginning of year	$ 601,126	$ 370,970
Add:		
Investment income	31,426	33,259
Perpetual maintenance receipts and sales	4,342	5,280
Donation	-	208,766
	636,894	618,275
Deduct cemetery maintenance	20,976	17,149
Balances, end of year	$ 615,918	$ 601,126

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Water Distribution Revenue Fund

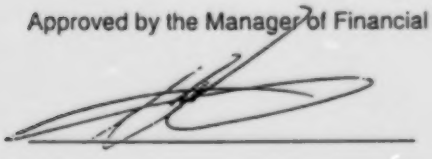
BALANCE SHEET **STATEMENT M**

December 31, 1999, with comparative figures for 1998

	1999	1998
Assets		
Current assets:		
Accounts receivable - consumers:		
Billed	$ 851,248	$ 872,960
Unbilled	1,149,430	1,144,120
Materials and supplies	220,361	195,083
Receivable from General Revenue Fund	198,787	115,109
	$ 2,419,826	$ 2,327,272
Reserve and Surplus		
Reserve:		
Reserve for rate stabilization	$ 1,770,000	$ 1,769,999
Surplus	649,826	557,273
	$ 2,419,826	$ 2,327,272

See accompanying notes to financial statements.

Approved by the Manager of Financial Services:



THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Water Distribution Revenue Fund

STATEMENT OF REVENUE AND EXPENDITURE **STATEMENT N**

Year ended December 31, 1999, with comparative figures for 1998

	1999	1998
Revenue:		
Sale of water	$ 7,100,736	$ 6,946,425
Fines and miscellaneous	25,935	87,996
	7,126,671	7,034,421
Surplus appropriated from previous year	557,273	764,874
	7,683,944	7,799,295
Expenditure:		
Administration and general	447,354	429,152
Consumers' billing and collection	788,977	780,370
Water purchased	3,555,212	3,441,342
Distribution operation and maintenance (Schedule 19)	1,436,952	1,562,568
Capital expenditure out of revenue (Schedule 20)	805,623	1,028,590
	7,034,118	7,242,022
Surplus for the year	$ 649,826	$ 557,273

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Water Distribution Capital Fund

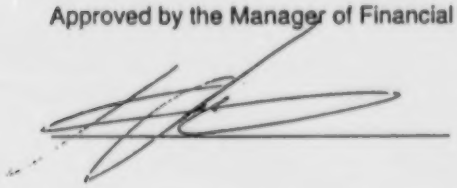
BALANCE SHEET **STATEMENT O**

December 31, 1999, with comparative figures for 1998

	1999	1998
Assets		
Unexpended funds:		
Receivable from General Revenue Fund	$ 120,867	$ 127,945
Fixed assets:		
Utility plant, machinery and equipment, at cost	33,227,851	32,420,613
	$ 33,348,718	$ 32,548,558
Equity in Capital Assets	$ 33,348,718	$ 32,548,558

See accompanying notes to financial statements.

Approved by the Manager of Financial Services:



THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Water Distribution Capital Fund

STATEMENT OF EQUITY IN CAPITAL ASSETS **STATEMENT P**

Year ended December 31, 1999, with comparative figures for 1998

	1999	1998
Balance, beginning of year	$ 32,548,558	$ 31,587,833
Add assets acquired by transfer from Water Distribution Revenue Fund (Schedule 20)	805,623	1,028,590
	33,354,181	32,616,423
Deduct unspent appropriation re-credited to Water Distribution Revenue Fund	5,463	67,865
Balance, end of year	$ 33,348,718	$ 32,548,558

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Water Distribution Capital Fund

STATEMENT OF SOURCE AND APPLICATION OF FUNDS **STATEMENT Q**

Year ended December 31, 1999, with comparative figures for 1998

		1999		1998
Source of funds:				
Transfer from Water Distribution Revenue Fund for acquisition of assets (Schedule 20)	$	805,623	$	1,028,590
Application of funds:				
Expenditure for fixed assets		807,238		1,006,303
Transfer to Water Distribution Revenue Fund		5,463		67,865
		812,701		1,074,168
Decrease in unexpended funds		(7,078)		(45,578)
Unexpended funds, beginning of year		127,945		173,523
Unexpended funds, end of year	$	120,867	$	127,945

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

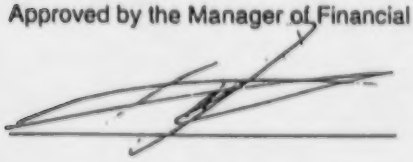
Sewer Enterprise Revenue Fund
BALANCE SHEET **STATEMENT R**

December 31, 1999, with comparative figures for 1998

	1999	1998
Assets		
Current assets:		
Accounts receivable - consumers:		
Billed	$ 252,501	$ 209,247
Unbilled	323,261	322,681
	575,762	531,928
Municipal Finance Authority Debt Reserve Fund deposits	155,568	276,914
	$ 731,330	$ 808,842
Liabilities and Surplus (Deficit)		
Current liabilities:		
Payable to General Revenue Fund	$ 487,266	$ 543,838
Municipal Finance Authority Debt Reserve Fund deposits:		
Cash deposits	46,314	126,477
Demand notes (note 2)	109,254	150,437
	155,568	276,914
Surplus (deficit)	88,496	(11,910)
	$ 731,330	$ 808,842

See accompanying notes to financial statements.

Approved by the Manager of Financial Services:



THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Sewer Enterprise Revenue Fund

STATEMENT OF REVENUE AND EXPENDITURE **STATEMENT S**

Year ended December 31, 1999, with comparative figures for 1998

	1999	1998
Revenue:		
Special assessments:		
Sewer frontage	$ 472,585	$ 424,568
Sales of services:		
Sewer connections	166,341	158,202
Sewer consumption	2,108,999	1,673,558
Other	23,503	13,750
Transfer from General Revenue Fund	2,288,405	2,934,291
Deficit appropriated from previous year	(11,910)	(105,420)
Previous year's capital carry forwards	3,879	9,740
	5,051,803	5,108,689
Expenditure:		
Administration	566,798	539,209
Maintenance and operation	1,226,904	1,145,205
Capital expenditure out of revenue:		
New equipment	1,980	21,533
Rebuilt structures	103,111	243,807
System replacement	286,195	208,077
New laterals	171,281	157,810
Debt charges:		
Principal	114,148	199,975
Interest	174,563	156,218
Temporary debt charges	28,710	21,132
Currency exchange	1,212	1,554
Conditional transfers to Capital Regional District:		
Sewer maintenance	1,116,526	1,034,522
Sewer debt	1,031,602	1,316,496
Liquid waste management	140,277	75,061
	4,963,307	5,120,599
Surplus (deficit) for the year	$ 88,496	$ (11,910)

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

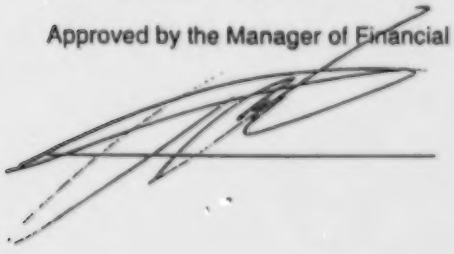
Sewer Enterprise Capital Fund
BALANCE SHEET **STATEMENT T**

December 31, 1999, with comparative figures for 1998

	1999	1998
Assets		
Unexpended funds:		
Receivable from General Revenue Fund	$ 264,330	$ 774,484
Fixed assets, at cost:		
Utility plant, machinery and equipment, at cost	14,978,816	14,451,848
Work in progress	-	151,181
	14,978,816	14,603,029
	$ 15,243,146	$ 15,377,513
Liabilities and Equity in Capital Assets		
Debenture debt (note 3)	$ 1,399,750	$ 1,522,161
Equity in capital assets	13,843,396	13,855,352
	$ 15,243,146	$ 15,377,513

See accompanying notes to financial statements.

Approved by the Manager of Financial Services:



THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Sewer Enterprise Capital Fund

STATEMENT OF EQUITY IN CAPITAL ASSETS **STATEMENT U**

Year ended December 31, 1999, with comparative figures for 1998

	1999	1998
Balance, beginning of year	$ 13,855,352	$ 12,882,556
Add:		
Assets acquired by transfer from Sewer Enterprise Revenue Fund	548,568	621,487
Capital projects - G.S.T. rebates	1,827	3,612
Capital projects - Infrastructure Grants	31,400	141,406
Debentures - retirement	114,148	199,975
Debentures - actuarial adjustments	8,262	6,316
Transfer to reserve	(716,161)	-
Balance, end of year	$ 13,843,396	$ 13,855,352

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Sewer Enterprise Capital Fund

STATEMENT OF SOURCE AND APPLICATION OF FUNDS **STATEMENT V**

Year ended December 31, 1999, with comparative figures for 1998

	1999	1998
Source of funds:		
Transfer from other funds for acquisition of assets:		
Sewer Enterprise Revenue Fund	$ 548,568	$ 621,486
Capital projects - G.S.T. rebates	1,827	3,612
Capital projects - Infrastructure Grants	31,400	141,406
	581,795	766,504
Application of funds:		
Expenditure for fixed assets	375,788	855,581
Transfer to reserve	716,161	-
	1,091,949	855,581
Decrease in unexpended funds	(510,154)	(89,077)
Unexpended funds, beginning of year	774,484	863,561
Unexpended funds, end of year	$ 264,330	$ 774,484

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Notes to Financial Statements

Year ended December 31, 1999

The Corporation of the City of Victoria (the "Corporation") is incorporated under the provisions of the British Columbia Municipal Act. The activities of the Corporation are carried out through the following funds:

General Revenue Fund
General Capital Fund
Reserve Funds
Trust Funds
Water Distribution Revenue Fund
Water Distribution Capital Fund
Sewer Enterprise Revenue Fund
Sewer Enterprise Capital Fund

1. Significant accounting policies:

The accounting policies of the Corporation conform to accounting principles generally accepted for British Columbia municipalities. The following is a summary of the more significant policies:

(a) Basis of presentation:

The Corporation follows the fund basis of accounting. Funds are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. Currently in use are:

(1) General Revenue Fund - To account for all financial resources, except those required to be accounted for in another fund. The General Revenue Fund is the Corporation's operating fund.

(2) General Capital Fund - To account for all capital assets of the Corporation and related long-term liabilities, except those accounted for in the Water Distribution and Sewer Enterprise Capital Funds.

(3) Reserve Funds - To account for activities within designated funds established for specific purposes. These funds are governed by by-laws defining their purpose.

(4) Trust Funds - To account for assets and perpetual maintenance of the Ross Bay Cemetery and the Nature Interpretation Centre for which the Corporation acts in a trustee capacity.

(5) Distribution and Enterprise Funds - To account for operations that are financed and operated in a manner similar to private business operations, where the intent is that the costs of providing the services on a continuing basis be financed or recovered in whole or in part through user charges.

1. **Significant accounting policies (continued):**

(b) Basis of accounting:

Accounting for all funds is on a modified accrual basis, which is full accrual except for accrued interest on long-term debt and accrued payroll benefits. Payments of interest, sick leave and holiday pay are recorded as expenditures in the year of payment.

(c) Consolidated financial statements:

For overall financial information purposes, consolidated financial statements have been provided. Inter-fund transfers of an operating nature have been eliminated.

(d) Investments:

Investments are carried at cost except for the investment in the Municipal Finance Authority of British Columbia Bond, Intermediate and Money Market Funds, which are carried at estimated fair market value.

(e) Materials and supplies:

Inventories of materials and supplies are valued at standard cost, with allowances made for damaged or obsolete goods.

(f) Capital assets:

Capital assets acquired or constructed for general governmental purposes are reported as expenditures in the fund that finances the asset acquisition and are capitalized in the related Capital Fund. Donated capital assets are reported at estimated fair value at the time of receipt.

(g) Amortization:

The Corporation does not reflect amortization of capital assets in the financial statements.

(h) Reserve accounts:

Reserve accounts are established within the General Revenue Fund to provide for specific requirements.

(i) Equity in capital assets:

Equity in capital assets is the equity of the Corporation in capital assets on a historical cost basis. Equity increases to the extent that capital assets are acquired without incurring long-term debt or, where such debt is incurred, by the reduction of that debt. Equity decreases to the extent that the capital assets are written off on disposal.

1. **Significant accounting policies (continued):**

   (j) Appropriation of prior year's surplus:

   The budgetary process results in the prior year's surplus being appropriated as revenue in the current year.

   (k) Measurement uncertainty:

   The preparation of financial statements in conformity with accounting principles for municipalities in British Columbia requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from these estimates.

2. **Municipal Finance Authority Debt Reserve Fund:**

   Under borrowing arrangements with the Municipal Finance Authority, the Corporation is required to lodge security by means of demand notes and interest-bearing cash deposits based on the amount of the borrowing. As the debt principal is retired, the demand notes are released and the cash deposits are refunded and recorded as operating income in the period received. Included in demand notes are certain notes recorded in United States currency amounting to US $41,182 (1998 - US $41,182). These notes are carried at face value without provision for foreign exchange fluctuations.

3. **Debenture debt:**

   The Corporation has authorization to raise short-term capital borrowings of $3,100,000 to assist in the financing of the Dockside Development Project. No borrowing has been undertaken to date.

4. **Contingent liabilities:**

   (a) Payroll benefits:

   The estimated liability for accrued sick leave payout is not recorded in the financial statements. These amounts are payable upon retirement. Reserve accounts have been established to partly fund this liability for all employees, except police, for whom retirements are recorded as expense in the year that payment is made.

4. Contingent liabilities (continued):

(b) Capital Regional District debt:

Capital Regional District debt, under the provisions of the Municipal Act, is a direct, joint and several liability of the Capital Regional District and each member municipality within the Capital Regional District, including the Corporation.

(c) Claims for damages:

In the normal course of a year, the Corporation is faced with law suits for damages. When claims are paid, as a result of litigation, the expense is recorded. An insurance reserve of $2,550,000 is maintained to offset settlements, should any arise, and insurance coverage is maintained to provide for insurable claims, should they exceed the liability deductible of $1,000,000 in any year.

(d) Pension liability:

The Corporation and its employees contribute to the Municipal Pension Plan in accordance with the Pension (Municipal) Act of British Columbia. The British Columbia Pension Corporation administers the plan, including the payment of pension benefits, on behalf of employers and employees to whom the Act applies. The plan has more than 100,000 active contributors, including approximately 26,000 contributors from over 180 local governments.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. The latest valuation was as at December 31, 1997, and disclosed a $548 million unfunded actuarial liability (UAL) for funding purposes ($1.31 billion as at the previous valuation). This represented an improved financial position, with a decrease in the UAL as a percentage of covered payroll from approximately 36% to 14%. Plan legislation provides that the unfunded liability will not cause increases in the employment group statutory contribution rates, upon which employer-specific rates are based, as long as the financial health of the pension plan improves from one valuation to the next. The actuary does not attribute portions of the UAL to individual employers. Each employer expenses contributions to the plan in the year in which payments are made.

5. Early Retirement Program:

As part of its ongoing restructuring process, the Corporation instituted an early retirement program whereby employees can elect to retire prior to the standard retirement age. The cost to the Corporation of this program is dependant on the employee's age, length of service and pay level.

The cost of these retirements is recognized in the year that the employee ceases employment with the Corporation. The current year was the last year in which this program was offered to employees. As such, there was an accrual made for two employees who were entitled to the Early Retirement Program but had not yet retired at year end. Both of these employees will be retiring in the subsequent year.

Funding is provided by way of transfer from the Tax Sale Lands Reserve Fund. Such amounts are repaid to the Reserve from the General Revenue Fund over a period of two years.

During the year, early retirement costs were $1,191,210 (1998 - $642,045).

6. Transfer of Royal Theatre to the Capital Regional District:

During the year, the Corporation transferred the Royal Theatre to the Capital Regional District for the nominal sum of $1. The Royal Theatre is to be operated as a regional facility.

7. Uncertainty due to the Year 2000 Issue:

The Year 2000 Issue arises because many computerized systems use two digits rather than four to identify a year. Date-sensitive systems may recognize the year 2000 as 1900 or some other date, resulting in errors when information using year 2000 dates is processed. In addition, similar problems may arise in some systems which use certain dates in 1999 to represent something other than a date. Although the change in date has occurred, it is not possible to conclude that all aspects of the Year 2000 Issue that may affect the Corporation, including those related to customers, suppliers, or other third parties, have been fully resolved.

8. Comparative figures:

Certain comparative figures have been restated to conform with the presentation format adopted in the current year.

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

PROPERTY TAXES RECEIVABLE **SCHEDULE 1**

	Current year's levy	Arrears	Delinquent	1999 Total	1998 Total
Balance, beginning of year	$ -	$ 2,665,789	$ 651,415	$ 3,317,204	$ 3,480,117
Add:					
Current year's levy	103,673,873	-	-	103,673,873	102,027,836
Penalties and interest	466,558	174,331	29,909	670,798	660,489
	104,140,431	2,840,120	681,324	107,661,875	106,168,442
Deduct:					
Collections:					
Taxes only	100,924,391	1,735,783	619,609	103,279,783	101,762,046
Penalties and interest	227,837	89,594	29,909	347,340	361,328
Transfer to Tax Sale Account	32,042	34,857	26,735	93,634	650,470
Adjustments	228,530	3,050	5,071	236,651	77,394
	101,412,800	1,863,284	681,324	103,957,408	102,851,238
Balance, end of year	$ 2,727,631	$ 976,836	$ -	$ 3,704,467	$ 3,317,204

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

TAXES **SCHEDULE 2**

	1999	1998
General taxation (excluding school taxes):		
General and debt levy	$ 51,894,546	$ 49,863,512
Capital Regional District levy		
Sewer Utility Debt	2,288,405	2,426,079
	54,182,951	52,289,591
Utility 1% tax	924,370	899,758
	55,107,321	53,189,349
Special assessments:		
Local improvements	6,008	10,735
Land buyers	-	13,736
Boulevard frontage	495,207	495,876
Specified area improvement	61,571	61,571
Business improvement area	567,389	549,298
	1,130,175	1,131,216
Hotel 2% tax:		
Tourism Victoria - Destination Marketing Commission	2,009,710	1,825,509
Conference Centre	457,099	452,572
	2,466,809	2,278,081
	$ 58,704,305	$ 56,598,646

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

GRANTS IN LIEU OF TAXES **SCHEDULE 3**

	1999	1998
Federal Government and agencies	$ 1,819,661	$ 1,839,062
British Columbia Hydro and Power Authority	152,493	174,566
British Columbia Housing Management Commission	277,219	281,145
British Columbia Buildings Corporation	2,684,279	2,678,094
British Columbia Ferry Corporation	58,200	58,200
Insurance Corporation of B.C.	216,045	205,015
	$ 5,207,897	$ 5,236,082

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

SALES OF SERVICES **SCHEDULE 4**

	1999	1998
General government services:		
Intermunicipal service charges	$ 95,180	$ 107,153
Protective services:		
Sundry	469,588	437,968
Transportation services:		
Parking meters	2,590,467	2,659,915
Parking lots	389,925	377,246
Inner Harbour floats	206,524	211,073
Parking facilities	2,830,001	2,816,478
	6,016,917	6,064,712
Environmental and public health services:		
Garbage and waste collection and disposal	85,960	111,484
Garbage flat rate	1,975,031	1,954,698
Storm drain connections	166,341	158,202
	2,227,332	2,224,384
Recreation and cultural services:		
Conference Centre	6,234,639	6,280,625
Memorial Arena	1,432,205	967,929
Crystal Pool	820,534	779,608
Royal Athletic Park	256,507	228,381
Recreation programming	91,847	86,442
Other parks	90,385	151,549
	8,926,117	8,494,534
	$ 17,735,134	$ 17,328,751

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

OTHER REVENUE FROM OWN SOURCES **SCHEDULE 5**

	1999	1998
Licenses	$ 1,298,112	$ 1,246,747
Permits	2,435,156	1,347,705
Fines:		
Municipal by-laws	2,899,228	2,492,005
Rentals and leases	427,033	458,235
Interest and penalties:		
Interest on cash and investments	1,166,382	1,585,660
Interest on arrears and delinquent taxes	738,330	727,959
	1,904,712	2,313,619
	$ 8,964,241	$ 7,858,311

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

CONDITIONAL TRANSFERS FROM OTHER GOVERNMENTS

SCHEDULE 6

	1999	1998
Federal Government	$ 19,107	$ 28,868
Provincial Government	398,466	442,440
Other municipalities	73,092	75,617
	$ 490,665	$ 546,925

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

MISCELLANEOUS REVENUE

SCHEDULE 7

	1999	1998
Service work for outside agencies	$ 1,164,436	$ 871,045
Equipment depreciation recoveries	2,366,274	2,623,392
Other public works revenue	260,287	179,541
Asphalt plant	173,805	189,207
Miscellaneous fees	224,514	165,205
Transfer from sick leave payout reserve	39,610	74,583
Transfer from firefighter retirements reserve	37,521	112,490
Transfer from Early Retirement Reserve Account	1,191,210	642,045
Transfer from HR Transition Reserve Account	157,260	-
Transfers from Reserve Funds	-	1,776,812
Transfer from General Capital Fund	358,786	127,939
Interfund administrative recoveries	1,098,362	1,098,362
Refund of sinking fund surplus	426,386	-
Casino gaming revenue share	179,197	-
Miscellaneous	854,800	991,062
G.S.T. rebates	741,919	573,964
	$ 9,274,367	$ 9,425,647

TAXES LEVIED AND TRANSMITTED ON BEHALF OF OTHER GOVERNMENTS

SCHEDULE 8

	1999	1998
Provincial Government (School Tax)	$ 37,775,962	$ 38,494,971
Capital Regional District	3,416,899	2,673,927
Capital Regional Hospital District	2,605,414	2,902,258
British Columbia Transit Authority	1,894,588	1,916,816
British Columbia Assessment Authority	1,353,521	1,376,354
Municipal Finance Authority of British Columbia	1,909	1,927
	$ 47,048,293	$ 47,366,253

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

EXECUTIVE AND ADMINISTRATIVE **SCHEDULE 9**

	1999	1998
Council indemnities and expenses	$ 307,967	$ 310,348
Corporate administration	321,341	321,503
Corporate services	3,910,926	4,568,874
Legal services	499,765	564,528
Human Resources Department	936,330	1,064,486
Insurance	454,460	433,434
Building maintenance	3,014,113	3,364,752
Other	1,962,807	2,539,840
Early Retirement Program	1,191,210	642,045
HR transition	157,260	-
Community centres	387,431	361,831
	$ 13,143,610	$ 14,171,641

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

PROTECTIVE SERVICES **SCHEDULE 10**

	1999	1998
Police protection	$ 19,450,619	$ 19,091,316
Fire protection	8,173,659	8,572,445
Emergency Measures Program	174,000	126,249
Protective inspections	1,079,884	1,213,594
Society for Prevention of Cruelty to Animals	185,990	127,423
	$ 29,064,152	$ 29,131,027

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

ENGINEERING AND PARKS **SCHEDULE 11**

	1999	1998
Engineer's office	$ 1,160,040	$ 1,196,368
Streets, bridges, sidewalks, harbour and sea walls	3,584,344	3,902,630
Traffic surveys, lights and signs	838,210	1,365,896
Workshops and yards	331,791	334,914
Parking	2,602,745	2,719,815
Street lighting	1,112,376	1,239,290
Asphalt plant	191,465	208,008
Service work for outside agencies	1,157,196	871,045
Parks	5,063,078	5,296,944
Storm drains	759,453	827,197
Garbage collection and disposal	2,379,411	2,388,452
	$ 19,180,109	$ 20,350,559

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

RECREATION AND CULTURAL SERVICES **SCHEDULE 12**

	1999	1998
Recreation:		
Memorial Arena	$ 2,008,772	$ 1,525,819
Crystal Pool	1,633,632	1,648,770
Royal Athletic Park	391,630	367,332
Community development	1,221,767	1,179,330
	5,255,801	4,721,251
Cultural:		
Greater Victoria Public Library	2,402,375	2,350,806
Conference Centre	6,691,738	6,576,612
	$ 14,349,914	$ 13,648,669

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

DEBT CHARGES

SCHEDULE 13

	1999	1998
Debenture debt charges:		
Principal	$ 2,613,493	$ 2,549,348
Interest	3,651,126	3,861,758
Currency exchange	84,436	81,376
Temporary debt charges	439,733	496,270
	$ 6,788,788	$ 6,988,752

TRANSFERS TO OWN RESERVE ACCOUNTS AND OTHER FUNDS

SCHEDULE 14

	1999	1998
Machinery and equipment Replacement Reserve Fund	$ 2,366,274	$ 2,421,499
Local improvement Reserve Fund	4,937	4,937
Sewer Enterprise Revenue Fund	2,288,405	2,934,291
General Capital Fund:		
Acquisition of capital assets	2,424,919	2,027,907
Reserve for sick leave payout	132,500	132,500
Reserve for casino gaming revenue share	179,197	-
Reserve for economic development	36,224	-
Reserve for debt reduction	426,386	-
Reserve for innovations	14,000	14,000
Reserve for firefighter retirements	-	62,000
Reserve for early retirements	2,454,666	1,453,515
Reserve for infrastructure	-	409,198
Reserve for HR transition	157,260	-
	$ 10,484,768	$ 9,459,847

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia
General Capital Fund
Year ended December 31, 1999

ENGINEERING STRUCTURES, BUILDINGS, MACHINERY AND EQUIPMENT, AND LAND

SCHEDULE 15

	Engineering structures (at cost)	Buildings (at cost)	Machinery and equipment (at cost)	Land (at cost)	1999 Total	1998 Total
General Government Services:						
Civic offices	$ 297,229	$ 5,074,450	$ 7,917,147	$ 422,085	$ 13,710,911	$ 12,226,138
Protective Services:						
Police department	60,000	16,751,595	8,093,750	105,068	25,010,413	24,256,094
Fire department	63,300	3,434,885	5,663,351	1,112,460	10,273,996	9,897,821
Weigh scales	-	8,000	54,482	-	62,482	62,482
	123,300	20,194,480	13,811,583	1,217,528	35,346,891	34,216,397
Transportation Services:						
Roads, bridges and sidewalks	65,136,422	5,180,216	19,626,292	5,068,726	95,011,656	91,002,234
Traffic and street lighting	2,240,136	127,966	3,376,824	14,560	5,759,486	4,938,229
	67,376,558	5,308,182	23,003,116	5,083,286	100,771,142	95,940,463
Environmental Health Services:						
Storm drains	26,237,495	384,406	109,130	-	26,731,031	25,543,162
Comfort stations	-	-	-	24,000	24,000	408,406
Garbage department	20,551	63,010	306,930	4,740	395,231	395,231
	26,258,046	447,416	416,060	28,740	27,150,262	26,346,799
Public Health and Welfare Services:						
Cemeteries	-	1,400	-	402,820	404,220	404,220
Recreation and Cultural Services:						
Conference Centre	7,247	23,814,776	635,772	-	24,457,795	23,717,985
Community centres	-	5,849,023	117,215	939,416	6,905,654	6,043,640
Crystal Pool	-	3,397,959	745,989	121,720	4,265,668	4,225,684
Memorial Arena	-	3,176,981	833,237	209,123	4,219,341	4,219,341
Parks and playgrounds	5,002,760	2,589,533	2,789,119	4,712,033	15,093,445	14,651,493
McPherson Theatre	5,528	1,074,028	72,760	86,744	1,239,060	1,013,025
Royal Theatre	-	-	-	-	-	1,980,015
Greater Victoria Public Library	-	4,644,087	-	-	4,644,087	3,912,413
	5,015,535	44,546,387	5,194,092	6,069,036	60,825,050	59,763,596
Other:						
Civic squares	1,461,603	69,441	-	535,053	2,066,097	2,066,097
Schools	-	2,413,600	7,068	476,100	2,896,768	2,896,768
Miscellaneous	5,810,965	572,449	54,594	747,057	7,185,065	6,965,733
	7,272,568	3,055,490	61,662	1,758,210	12,147,930	11,928,598
	$ 106,343,236	$ 78,627,805	$ 50,403,660	$ 14,981,705	$ 250,356,406	$ 240,826,211

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Capital Fund

Year ended December 31, 1999, with comparative figures for 1998

WORK IN PROGRESS **SCHEDULE 16**

	1999	1998
Tax Sale Lands Reserve Fund	$ 269,880	$ 484,170
Offstreet Parking Reserve Fund	16,080	65,662
Dockside Development Project	3,230,887	2,473,833
Sewers and Storm Drains	-	10,720
Residential Roads	-	644
Royal Theatre	-	127,675
	$ 3,516,847	$ 3,162,704

DEBENTURE DEBT **SCHEDULE 17**

	1999	1998
Issued and outstanding:		
Conference Centre	$ -	$ 420,828
Capital budgets	31,439,557	34,111,923
Downtown Revitalization	343,602	375,336
	$ 31,783,159	$ 34,908,087

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

General Capital Fund

Year ended December 31, 1999, with comparative figures for 1998

EXPENDITURE FOR FIXED ASSETS **SCHEDULE 18**

	Land	Engineering structures	Buildings	Machinery and equipment	1999 Total	1998 Total
General Government Services	$ -	$ -	$ 775,456	$ 709,317	$ 1,484,773	$ 903,194
Protective Services	-	-	559,834	570,659	1,130,493	956,277
Transportation Services	-	5,230,194	33,001	462,100	5,725,295	2,832,141
Environmental and Public Health Services	-	792,744	-	-	792,744	853,519
Recreation and Cultural Services	-	685,438	2,353,354	39,985	3,078,777	5,810,132
Other	-	-	-	-	-	2,144,935
	$ -	$ 6,708,376	$ 3,721,645	$ 1,782,061	$ 12,212,082	$ 13,500,198

THE CORPORATION OF THE CITY OF VICTORIA

British Columbia

Water Distribution Revenue Fund

Year ended December 31, 1999, with comparative figures for 1998

DISTRIBUTION OPERATION AND MAINTENANCE

SCHEDULE 19

	1999	1998
Maintenance of mains	$ 371,554	$ 454,985
Maintenance of meters	265,560	252,996
Maintenance of service connections	371,824	447,210
Repair of hydrants	202,897	187,547
Maintenance of general plant	161,403	153,967
Cross connection control	63,714	65,863
	$ 1,436,952	$ 1,562,568

TRANSFER TO WATER DISTRIBUTION CAPITAL FUND FOR CAPITAL EXPENDITURE OUT OF REVENUE

SCHEDULE 20

	1999	1998
New mains	$ -	$ 170,404
New hydrants	21,604	43,704
New services	317,611	348,725
Rebuilt structures	260,905	227,582
System replacement	702,525	700,178
	1,302,645	1,490,593
Contributions from customer services	374,540	356,345
Prior year's carry forwards	122,482	105,658
	$ 805,623	$ 1,028,590

GREATER VICTORIA

PUBLIC LIBRARY BOARD

AUDITED

FINANCIAL STATEMENTS

GREATER VICTORIA PUBLIC LIBRARY BOARD

Audited Financial Statements

Year ended December 31, 1999

	Page
Auditors' Report to the Board	74
Statement of Financial Position	75
Operating Fund:	
Statement of Operations and Surplus	77
Notes to Financial Statements	78
SCHEDULES:	
1 Operating Fund Expenditures	82
2 Statement of Changes in special Purpose Funds Net Assets	84
3 Statement of Changes in Capital Assets	85

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AUDITORS' REPORT TO THE BOARD

We have audited the statement of financial position of the Greater Victoria Public Library Board as at December 31, 1999 and the Operating Fund statement of operations and surplus for the year then ended. These financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Board as at December 31, 1999 and the results of its operations and changes in its financial position for the year then ended in accordance with the accounting principles disclosed in note 1 to the financial statements.

KPMG LLP

Chartered Accountants

Victoria, Canada

February 4, 2000

GREATER VICTORIA PUBLIC LIBRARY BOARD

Statement of Financial Position

December 31, 1999

	1999	1998
Assets		
Current assets:		
Financial instruments (note 2):		
Unrestricted funds	$ 1,268,671	$ 772,102
Special purpose funds	1,413,775	299,709
Deferred compensation	-	12,876
	2,682,446	1,084,687
Receivables	7,690	20,733
Prepaid expenses	35,028	34,126
	42,718	54,859
Capital assets (note 3)	997,766	854,097
Library materials collection (note 4)		
	$ 3,722,930	$ 1,993,643

	1999	1998
Liabilities, Fund Balances and Surplus Funds		
Current liabilities:		
Accounts payable	$ 97,847	$ 179,408
Current portion due on capital leases (note 7)	55,235	21,249
Deferred revenue	610,376	123,617
Funds held for renovations (note 5)	1,127,751	-
Unexpended capital funds (note 6)	-	6,575
Deferred compensation	-	12,876
	1,891,209	343,725
Long-term liabilities:		
Amounts due on capital leases (note 7)	214,443	25,992
Fund balances:		
Invested in capital assets (Schedule 3)	728,088	806,855
Reserve for outstanding orders - library materials (note 8)	486,605	442,020
Special purpose funds (Schedule 2):		
Personnel Contingency Fund	97,577	83,407
Replacement Reserve Fund	96,867	134,827
General Contingency Fund	50,000	50,000
Endowment Fund	15,086	6,337
Central Library Fund	17,955	16,956
Student Loan Fund	5,112	4,899
D. W. Miller Fund	3,427	3,283
	286,024	299,709
Surplus funds:		
Operating Fund (note 9)	116,561	75,342
	$ 3,722,930	$ 1,993,643

See accompanying notes to financial statements.

Approved by the Board:

Trustee

Trustee

GREATER VICTORIA PUBLIC LIBRARY BOARD

Operating Fund
Statement of Operations and Surplus

Year ended December 31, 1999

	1999		1998	
	Actual	Budgeted	Actual	Budgeted
Revenue:				
Municipal contributions:				
District of Saanich	$ 2,670,474	$ 2,670,474	$ 2,717,455	$ 2,717,455
City of Victoria	2,336,924	2,336,924	2,378,001	2,378,001
District of Oak Bay	519,254	519,254	533,514	533,514
Township of Esquimalt	446,808	446,808	454,430	454,430
District of Langford	435,654	435,654	244,501	244,501
City of Colwood	341,250	341,250	193,619	193,619
District of Metchosin	127,969	127,969	75,520	75,520
District of Highlands	39,160	39,160	21,960	21,960
Prior year surplus	75,342	75,344	70,666	70,666
	6,992,835	6,992,837	6,689,666	6,689,666
Transfers from special purpose funds:				
Central Library Fund	-	-	142,000	142,000
Replacement Reserve Fund	-	-	118,282	118,282
Job Evaluation/Pay Equity Fund	-	-	90,000	90,000
Grants:				
Library Services Branch grants	496,225	498,000	494,879	498,000
Inter-library resource sharing grant	5,527	-	5,530	-
Youth employment grants	27,975	-	23,434	-
Grants for special projects	23,330	-	31,443	-
Other grants	1,794	3,000	2,500	3,000
Library revenue:				
Fines, photocopies and sundry receipts	536,214	553,000	535,800	517,403
Contracts for service	25,200	25,500	57,710	58,500
G.S.T. rebates and credits	121,940	130,000	134,843	128,500
Investment interest	72,775	60,000	81,277	48,000
	8,303,815	8,262,337	8,407,364	8,293,351
Expenditure:				
Library materials (Schedule 1)	965,026	1,001,406	984,922	948,406
Salaries and benefits (Schedule 1)	5,578,032	5,591,261	5,418,069	5,432,616
Supplies and services (Schedule 1)	340,219	340,275	328,768	324,896
Building occupancy (Schedule 1)	335,874	427,912	408,980	432,222
Other (Schedule 1)	273,307	280,732	249,799	284,120
Automated systems	129,451	125,751	143,728	140,691
Furniture and equipment	7,606	10,000	13,548	10,000
Renovations to Central Library	-	-	273,384	260,282
Special projects	6,134	10,000	48,496	10,000
Transfer to Personnel Contingency Fund	10,000	-	-	-
Transfer to Replacement Reserve Fund	55,000	25,000	82,000	-
Transfer to reserve for outstanding orders - library materials	436,605	450,000	380,328	450,000
	8,187,254	8,262,337	8,332,022	8,293,233
Excess of revenue over expenditure, being surplus, end of year	$ 116,561	$ -	$ 75,342	$ 118

See accompanying notes to financial statements.

GREATER VICTORIA PUBLIC LIBRARY BOARD

Notes to Financial Statements

Year ended December 31, 1999

The Greater Victoria Public Library Board is established under the Library Act of British Columbia. Its principal activity is the operation of the public libraries serving residents of the Cities of Victoria and Colwood, the Township of Esquimalt and the Districts of Oak Bay, Saanich, Highlands, Langford and Metchosin.

The Board also provides service to residents of the Electoral Area of Langford and the Esquimalt Reserve, and to members of the Songhees Band.

The Board is a registered charity and is exempt from income tax.

1. **Significant accounting policies:**

(a) Basis of accounting:

The accounting policies of the Greater Victoria Public Library Board conform to Canadian generally accepted accounting principles for municipalities in British Columbia.

Funds are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. Currently in use are the following funds:

(i) Operating Fund:

(i) Includes the general revenues, expenditures and surplus of the Board. Surpluses are required to be included in revenue in the following year.

(ii) Purchases of library materials and capital expenses are charged to operating expenditure on acquisition.

(ii) Special purpose funds:

(i) Personnel Contingency Fund:

Provides for sick leave benefits accrued to December 31, 1984 and other personnel related contingencies as directed by the Board.

(ii) Replacement Reserve Fund:

Provides for the upgrading or replacement of certain capital items.

(iii) General Contingency Fund:

Provides for unanticipated expenditures or shortfalls of revenue.

(iv) Endowment Fund:

Records donations to the Library Board and disbursements made from the unrestricted income generated by these donations.

1. Significant accounting policies (continued):

(a) Basis of accounting (continued):

(ii) Special purpose funds (continued):

(v) Central Library Fund:

A fund to purchase furnishings or finance other expenditures for the benefit of the Central Library.

(vi) Student Loan Fund:

Records activities of a loan fund established by a donation to provide loans to students attending accredited library schools.

(vii) D. W. Miller Fund:

Provides for continuing education of library staff.

(viii) Designated Donation Fund:

Segregates donations which are to be utilized for purposes designated by the donor.

(b) Library Services Branch revenue:

The Library Board receives an annual operating grant from the Library Services Branch of British Columbia. The grant covers a twelve month period ending March 31. Accordingly, monies received prior to the fiscal year end that relate to the subsequent year's revenue are shown on the statement of financial position as deferred revenue.

(c) Capital assets:

Capital assets are charged to expenditure on acquisition.

Capital assets are recorded at cost and amortized on the straight-line basis as follows:

Computer equipment	over 5 years
Furniture and equipment	over 10 years
Shelving	over 20 years

Software is written off at the time of acquisition.

2. Financial instruments:

These consist of cash, treasury bills or bonds of the federal or provincial governments, the fair value of which approximates their carrying value, which earn interest at rates varying between 4.0% and 4.9%, and which mature at varying dates until 2006.

3. Capital assets:

			1999	1998
	Cost	Accumulated amortization	Net	Net
Computer equipment	$ 990,722	$ 728,317	$ 262,405	$ 209,312
Furniture and equipment	1,261,646	820,894	440,752	395,520
Shelving	1,082,858	788,249	294,609	249,265
	$ 3,335,226	$ 2,337,460	$ 997,766	$ 854,097

4. Library materials collection:

Purchases of library materials are charged as an operating expense in the year of purchase. The total value placed on the collection for insurance purposes is $16,900,000.

5. Funds held for renovations:

Capital funds were provided by the Board, the City of Victoria, the Districts of Saanich and Oak Bay and the Township of Esquimalt for the purpose of renovating the Central Library. The Board is responsible for managing the renovation project under the supervision of the City of Victoria and will account to all four municipalities for the total budget. These funds remain unspent at year end but will be spent in the subsequent fiscal year.

6. Unexpended capital funds:

Capital funds were provided by the Western Communities' municipalities for equipping the new Juan de Fuca Library. A portion of these funds was unspent at the end of 1998 and was refunded to the Western Communities' municipalities in 1999.

7. Amounts due on capital leases:

The amounts due are as follows:

	1999	1998
Year ending December 31:		
1999	-	21,249
2000	55,235	6,498
2001	55,235	6,498
2002	55,235	6,498
2003	55,235	6,498
2004	48,738	-
	269,678	47,241
Current portion due on capital leases	55,235	21,249
	$ 214,443	$ 25,992

8. Reserve for outstanding orders - library materials:

The Library Board is committed to the purchase of materials ordered but not yet received by year end. The amount required to pay for these materials is expensed in the operating fund as a transfer to reserve for outstanding orders and paid out of the reserve in the subsequent year when the materials are received.

9. Surplus:

The terms of the agreement between its members provide for the Library Board to carry forward any surplus, to be included in revenue in the following year.

10. Comparative figures:

The comparative figures for 1998 have been restated to conform with the financial presentation adopted for 1999.

GREATER VICTORIA PUBLIC LIBRARY BOARD

Operating Fund Expenditures — Schedule 1

Year ended December 31, 1999

	1999		1998	
	Actual	Budgeted	Actual	Budgeted
Library materials:				
Books	$ 601,159	$ 668,982	$ 686,000	$ 618,982
Cassettes and compact discs	82,053	65,538	73,324	65,538
Periodicals	164,573	136,498	109,527	126,498
Talking books	20,952	15,589	16,334	15,589
Videos	60,136	75,799	55,462	75,799
Binding and shipping	36,153	39,000	44,275	46,000
	$ 965,026	$ 1,001,406	$ 984,922	$ 948,406
Salaries and benefits:				
Salaries	$ 4,777,056	$ 4,801,491	$ 4,648,724	$ 4,666,350
Benefits	800,976	789,770	769,345	766,266
	$ 5,578,032	$ 5,591,261	$ 5,418,069	$ 5,432,616
Supplies and services:				
Equipment repairs and maintenance	$ 163,471	$ 168,909	$ 155,636	$ 172,030
Stationery and supplies	104,789	100,585	95,054	82,085
Telephone and communication lines	71,959	70,781	78,078	70,781
	$ 340,219	$ 340,275	$ 328,768	$ 324,896
Building occupancy:				
Central library operating costs	$ 99,161	$ 162,000	$ 165,305	$ 173,000
Janitorial supplies	10,244	12,205	9,616	11,105
Heat, light and water	72,171	88,550	75,407	85,550
Repairs and maintenance	154,298	165,157	158,652	162,567
	$ 335,874	$ 427,912	$ 408,980	$ 432,222

GREATER VICTORIA PUBLIC LIBRARY BOARD

Operating Fund Expenditures (continued) Schedule 1

Year ended December 31, 1999

	1999		1998	
	Actual	Budgeted	Actual	Budgeted
Other expenses:				
Audit and legal	$ 13,727	$ 14,000	$ 12,086	$ 13,400
Board expenses	7,423	9,000	8,633	9,000
Car mileage and taxi fares	7,622	7,500	7,031	6,500
Collection agency costs	18,914	20,000	21,254	16,000
Education and travel	30,411	30,000	27,649	30,500
Freight and express	20,486	18,000	14,299	17,150
GVLRA levy	7,976	9,000	8,317	8,500
Insurance	30,311	32,000	32,151	35,300
Memberships	3,355	5,000	4,432	4,925
Miscellaneous	9,667	8,766	10,173	7,766
Photocopying	40,765	40,016	33,900	44,229
Postage	26,054	31,450	25,112	34,450
Printing, promotions and programs	50,439	49,000	37,554	50,000
Vehicle operation	6,157	7,000	7,208	6,400
	$ 273,307	$ 280,732	$ 249,799	$ 284,120

GREATER VICTORIA PUBLIC LIBRARY BOARD

Statement of Changes in Special Purpose Funds Net Assets

Schedule 2

Year ended December 31, 1999

		Personal Contingency Fund	Replacement Reserve Fund	General Contingency Fund	Endowment Fund	Central Library Fund	Student Loan Fund	D. W. Miller Fund	Designated Donations Fund	Total
Balance, beginning of year	$	83,407	134,827	50,000	6,337	16,956	4,899	3,283	-	299,709
Donations:										
Friends of GVPL		-	-	-	-	-	-	-	45,465	45,465
Other		-	-	-	3,962	1,420	-	-	26,974	32,356
Income from Victoria Foundation		-	-	-	10,900	-	-	-	-	10,900
Investment interest		4,170	7,040	-	224	836	213	144	-	12,627
Carpets replaced		-	(13,000)	-	-		-	-	-	(13,000)
Materials purchased		-	-	-	-	(1,257)	-	-	(72,439)	(73,696)
Transfer to Victoria Foundation		-	-	-	(5,083)	-	-	-	-	(5,083)
Excess (deficiency) of revenue over expenditure		4,170	(5,960)	-	10,003	999	213	144	-	9,569
Transfer from (to) Operating Fund		10,000	55,000	-	(1,254)	-	-	-	-	63,746
Transfer to funds held for renovations (note 5)		-	(87,000)	-	-	-	-	-	-	(87,000)
Balance, end of year	$	97,577	96,867	50,000	15,086	17,955	5,112	3,427	-	286,024

See accompanying notes to financial statements.

GREATER VICTORIA PUBLIC LIBRARY BOARD

Statement of Changes in Capital Assets

Schedule 3

Year ended December 31, 1999

	1999	1998
Invested in capital assets, beginning of year	$ 806,855	$ 662,714
Purchases charged to Operating Fund expenditure	8,726	53,710
Purchased with capital funds provided by Western Communities' municipalities	-	80,129
Purchased with capital grants from the government of Canada	23,330	31,443
Purchased with Special Purpose Fund donations	27,701	13,538
Capital assets provided by the District of Oak Bay for renovated branch	150,107	-
Lease payments charged to Operating Fund expenditure	69,986	62,094
	1,086,705	903,628
Depreciation	(192,413)	(71,369)
Capital assets distributed to Western Communities' municipalities	-	(25,404)
Portion of capital leases attributable to software and finance charges written off	(166,204)	-
Invested in capital assets, end of year	$ 728,088	$ 806,855

GVLRA

CUPE LONG TERM

DISABILITY TRUST

AUDITED

FINANCIAL STATEMENTS

GREATER VICTORIA LABOUR RELATIONS ASSOCIATION

Audited Financial Statements

Year ended December 31, 1999

	Page
Report	90
Operating Fund:	
Balance Sheet	91
Statement of Revenue, Expenditure & Surplus	92
Statement of Changes in Operating Reserves	93
Fixed Asset Fund:	
Statement of Changes in Equity	94
Notes to Financial Statements	95

GREATER VICTORIA LABOUR RELATIONS ASSOCIATION

REPORT TO THE DIRECTORS

We have examined the balance sheet of the Greater Victoria Labour Relations Association at December 31, 1999, and related statements of operating fund revenue, expenditure and surplus: operating fund changes in operating reserves: and fixed asset fund statement of changes in equity for the year ended December 31, 1999.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Association as at December 31, 1999 in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Audit Committee:

David J. Gawley

Gary Nason

Sandra Anderson

GREATER VICTORIA LABOUR RELATIONS ASSOCIATION

BALANCE SHEET

Year ended December 31, 1999, with comparative figures for 1998

ASSETS:		1999	1998
Operating Fund			
Cash and term deposit	$	69,679	91,194
Accrued Interest		203	218
Prepaid Expenses		5,725	991
		75,607	92,403
Fixed Asset Fund:			
Furniture, equipment & leasehold improvements		67,043	61,382
Less: Accumulated depreciation and amortization		58,712	55,360
		8,331	6,022
TOTAL ASSETS	$	83,938	98,425
LIABILITIES AND EQUITY:			
Operating Fund			
Accounts Payable	$	6,740	5,859
		6,740	5,859
Equity (Note 1)			
Labour Relations Contingency		50,000	50,000
Information System Contingency		826	6,487
Surplus		18,042	30,057
		68,868	86,544
		75,607	92,403
FIXED ASSET FUND:			
Equity:		8,331	6,022
Commitment (note 2)			
TOTAL LIABILITIES AND EQUITY	$	83,938	98,425

See accompanying notes to financial statements

Approved by the Board

Chairman

Vice-Chairman

GREATER VICTORIA LABOUR RELATIONS ASSOCIATION

OPERATING FUND

Statement of Revenue, Expenditure and Surplus

Year ended December 31, 1999, with comparative figures for 1998

		1999	1998
REVENUE:			
Member's Assessments:			
Capital Regional District	$	51,700	69,019
City of Victoria		69,476	65,776
Township of Esquimalt		8,327	10,640
District of Oak Bay		17,146	15,677
Town of Sidney		3,974	3,580
District of North Saanich		3,192	2,742
Greater Victoria Public Library Board		9,289	8,317
Victoria Police Board		31,405	27,113
Esquimalt Police Board		7,249	3,325
Oak Bay Police Board		3,383	2,961
Central Saanich Police Board		3,579	3,214
City of Colwood		3,880	3,136
		212,600	215,500
Compensation from Benefit Trusts		12,000	12,000
Interest income		2,077	2,710
TOTAL REVENUE	**$**	**226,677**	**230,210**
EXPENDITURES:			
Salaries		131,021	130,221
Employee Benefits		19,774	19,198
Professional Services		7,674	1,615
Memberships and subscriptions		5,909	5,725
Travel, Training & Business expenses		5,861	5,241
Office Lease		25,197	25,255
Office expenses		8,471	8,366
Utilities		3,654	3,573
Board Meetings		1,074	959
TOTAL EXPENDITURES	**$**	**208,635**	**200,153**
Net Revenue		18,042	30,057
Surplus at beginning of year		30,057	6,487
		48,099	36,544
Less Transfer to Information Systems Contingency			6,487
Repayment to Members		30,057	
SURPLUS AT END OF YEAR	**$**	**18,042**	**30,057**

See Accompanying notes to financial statements

GREATER VICTORIA LABOUR RELATIONS ASSOCIATION

OPERATING FUND

Statement of Changes in Operating Reserves

Year ended December 31, 1999, with comparative figures for 1998

		1999	1998
Labour Relations Contingency:			
Balance, beginning and end of year:	$	50,000	50,000
Information Systems Contingency:			
Balance, beginning of year:		6,487	0
Transfer from Operations		0	6,487
Expenditures		5,661	0
Balance, end of year		826	6,487

See Accompanying notes to financial statements

GREATER VICTORIA LABOUR RELATIONS ASSOCIATION

FIXED ASSET FUND
Statement of Changes in Equity

Year ended December 31, 1999, with comparative figures for 1998

		1999	1998
Balance, beginning of year	$	6,022	7,777
Purchases		5,661	0
		11,683	7,777
Deduct depreciation and amortization		3,352	1,755
Balance, end of year	$	8,331	6,022

See accompanying notes to financial statement

GREATER VICTORIA LABOUR RELATIONS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS

Year ended December 31, 1999

The Greater Victoria Labour Relations Association is incorporated under the British Columbia Society Act. Its principal business activity is providing labour negotiations services to its members.

1. Significant accounting policies:

The Association uses a fund accounting presentation for their financial statements. The effect is to isolate results of operations recorded in the Operating Fund from non-operating transactions recorded in the Fixed Asset Fund. Generally accepted accounting principles are applied.

Fixed assets:
The method used by this non-profit organization to account for fixed assets is as follows:

(i) Fixed asset acquisitions are accounted for as expenditures through the Operating Fund in the year of purchase.

(ii) Fixed assets are recorded at cost in the Fixed Asset Fund. Depreciation is calculated on the following basis:
   a) computer hardware and software at 30% on the declining balance;
   b) furniture and equipment at 20% on the declining balance;
   c) leasehold improvements on a straight line basis over the life of the lease, due to expire in May, 2001.

(iii) The charge for depreciation and amortization is made to Equity in Fixed Assets.

Reserve Accounts - Operating Fund:
A Resource Contingency was established in 1994 to be used to implement job evaluation systems in member municipalities. The Board authorized that surplus funds be set aside not to exceed $50,000. In 1999 the Board changed the name to Labour Relations Contingency.

In 1998 the Board established a reserve account in the amount of $6,487 for Information Systems Contingency. This is to fund equipment upgrades and assist in year 2000 compliance. In 1999 the amount of $5661 was expended to acquire new hardware and software. The balance remains available for further upgrades.

2. Commitment:

The Association is committed to an operating lease for rental of its premises to May 31, 2001. Future payments, including additional rent for the Associations share of premise expenses, are required as follows: 2000 - $28,975; 2001 - $12,957 (to May 31).